

RECEIVED

BellSouth Telecommunications, Inc
333 Commerce Street
Suite 2101
Nashville, TN 37201-3300

guy.hicks@bellsouth.com

2005 MAR 10 PM 3:08

T.R.A. DOCKET ROOM
March 10, 2005

Guy M Hicks
General Counsel

615 214 6301
Fax 615 214 7406

VIA HAND DELIVERY

Hon. Pat Miller, Chairman
Tennessee Regulatory Authority
460 James Robertson Parkway
Nashville, TN 37238

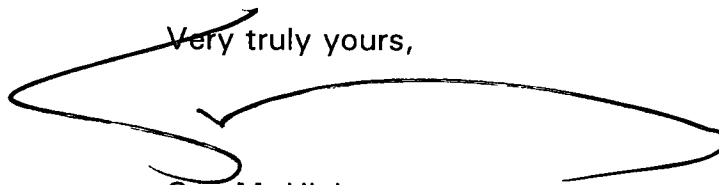
Re: *Petition to Establish Generic Docket to Consider Amendments to
Interconnection Agreements Resulting from Changes of Law*
Docket No. 04-00381

Dear Chairman Miller:

Enclosed are the original and fourteen copies of BellSouth's Response to MCI's Motion for Expedited Relief. Attached to BellSouth's Response are recent orders from several state Commissions, including orders from Indiana, Texas and Ohio supporting the arguments made by BellSouth.

Copies of the enclosed are being provided to counsel of record.

Very truly yours,



Guy M. Hicks

GMH:nc

BEFORE THE TENNESSEE REGULATORY AUTHORITY
Nashville, Tennessee

In Re *Petition to Establish Generic Docket to Consider Amendments to
Interconnection Agreements Resulting from Changes of Law*

Docket No 04-00381

BELLSOUTH TELECOMMUNICATIONS INC.'S
RESPONSE TO MCI'S MOTION FOR EXPEDITED RELIEF
CONCERNING UNE-P ORDERS

BellSouth Telecommunications, Inc. ("BellSouth") respectfully requests that the Tennessee Regulatory Authority ("TRA" or "Authority") deny MCImetro Access Transmission Service's *Motion for Expedited Relief Concerning UNE-P Orders* ("*Motion*") filed on March 2, 2005. MCI's *Motion* misreads binding federal law.

Moreover, contrary to MCI's claims, there is no emergency. On March 7, 2005, BellSouth notified the CLECs that it was revising the implementation date for new adds in order to give the state commissions time to fully and carefully consider this important matter in a measured way, rather than via various "emergency" proceedings created by the dilatory tactics of a number of CLECs.¹ This will allow the Authority to hear oral

¹ A copy of BellSouth's Carrier Notification Letter SN91085061 dated March 7, 2005 is attached as Exhibit 1. BellSouth has notified the CLECs that it will continue to receive, and will not reject, CLEC orders for "new adds" as they related to the former UNEs as identified by the FCC for a short period of time. BellSouth will continue to accept CLEC orders for these "new adds" until the earlier of (1) an order from an appropriate body, either a commission or a court, allowing BellSouth to reject these orders, or (2) April 17, 2005. By extending the time during which BellSouth will accept these orders, BellSouth does not abandon its legal position that the clear words of the FCC mean exactly what they say. BellSouth will continue to pursue that position before the state commissions, and to the extent that a commission has ruled adversely to BellSouth's position, in the courts.

argument on March 14 and deliberate during either the March 14, March 28 or April 4 regularly scheduled conference.²

BACKGROUND

On February 4, 2005, the Federal Communications Commission ("FCC") released its permanent unbundling rules in the Triennial Review Remand Order ("*TRRO*"). The *TRRO* identified a number of former Unbundled Network Elements ("UNEs"), such as switching, for which there is no section 251 unbundling obligation³ In addition to switching, former UNEs include high capacity loops in specified central offices,⁴ dedicated transport between a number of central offices having certain characteristics,⁵ entrance facilities,⁶ and dark fiber.⁷ The FCC, recognizing that it removed significant unbundling obligations formerly placed on incumbent local exchange carriers, adopted transition plans to move the embedded base of these former UNEs to alternative serving arrangements.⁸ In each instance, the FCC unequivocally stated that the transition period for each of these former UNEs -- loops, transport, and switching -- would commence on March 11, 2005.⁹

While the FCC explicitly addressed how to transition the embedded base of these former UNEs through change of law provisions in existing interconnection agreements, the FCC took a different direction with regard to the issue of "new adds "

² BellSouth reiterates in this response prior arguments made in BellSouth's Response to emergency petitions filed by KMC, Nuvox, and Xspedius, and Cinergy and includes additional responses specific to MCI's petition.

³ *TRRO*, ¶ 199 ("Applying the court's guidance to the record before us, we impose no section 251 unbundling requirement for mass market local circuit switching nationwide " (footnote omitted)

⁴ *TRRO*, ¶¶ 174 (DS3 loops), 178 (DS1 loops)

⁵ *TRRO*, ¶¶ 126 (DS1 transport), 129 (DS3 transport)

⁶ *TRRO*, ¶ 137 (entrance facilities)

⁷ *TRRO*, ¶¶ 133 (dark fiber transport), 182 (dark fiber loops)

⁸ *TRRO*, ¶¶ 142 (transport), 195 (loops), 226 (switching)

⁹ *TRRO*, ¶¶ 143 (transport), 196 (loops) 227 (switching)

For new adds, the FCC's belief "that the impairment framework we adopt is self-effectuating" controls.¹⁰ Instead of requiring that the ILECs continue to allow CLECs to order more of the former UNEs during the transition period, the FCC provided that no "new adds" would be allowed. For example, with regard to switching the FCC explained "[t]his transition period shall apply only to the embedded customer base, and does not permit competitive LECs to add new customers using unbundled access to local circuit switching."¹¹ The FCC made similar findings concerning certain transport routes and certain high capacity loops.¹² The FCC specifically found, "[t]his transition period shall apply only to the embedded customer base, and does not permit competitive LECs to add new UNE-P arrangements using unbundled access to local circuit switching pursuant to section 251 (c)(3) except as otherwise specified in this Order."¹³ The FCC made almost identical findings with respect to high capacity loops and transport, holding that its transition rules "do not permit competitive LECs to add new [high capacity loops

¹⁰ *TRRO*, ¶3

¹¹ *TRRO*, ¶ 199, *see also* 47 C F R § 51.319(d)(2)(iii) ("[r]equesting carrier may not obtain new local switching as an unbundled network element") The new local switching rule makes clear that the prohibition against new UNE-Ps applies to new lines. Switching is defined to include line-side facilities, trunk side facilities, and all the features, functionalities and capabilities of the local switch. *TRRO*, ¶ 200. When a requesting carrier purchases the unbundled local switching element, it obtains all switching features in a single element on a per-line basis. *TRO*, at 433, the *TRRO* retained this definition (*TRRO*, n. 529). Thus, the switching UNE means the port and functionalities on a per-line basis and the prohibition against new adds applies to the *element* itself – thus, the federal rule applies to lines.

¹² *TRRO*, ¶ 142, 195, *see also* 47 C F R § 51.319 (e)(2)(i), (ii), (iii), and (iv) (ILEC is not required to provide unbundled access to entrance facilities, requesting carrier may not obtain new DS1, DS3, and dark fiber transport as unbundled network elements), *and* 47 C F R § 51.319 (a)(4)(iii), (a)(5)(iii), and (a)(6) (requesting carrier may not obtain new DS1, DS3, and dark fiber transport as unbundled network elements). MCI suggests that BellSouth has unilaterally determined which central offices qualify for unbundling relief pursuant to the *TRRO*. MCI is wrong. Attached as Exhibit 2 is BellSouth's letter to the FCC in which it specifies the nonimpairment wire centers. BellSouth stated plainly that "[t]o the extent any party is concerned about the methodology BellSouth has employed or the wire centers identified on the enclosed list in which the nonimpairment thresholds have been met, it should bring that concern to the [FCC's] attention." Thus, BellSouth is not seeking "unilaterally" to determine where no obligation to unbundle high-capacity loops, transport, and dark fiber exists.

¹³ *TRRO*, ¶ 227 (footnote omitted)

and transport on an unbundled basis] ... where the Commission has determined that no section 251(c)(3) unbundling requirement exists.”¹⁴

The FCC clearly intended these provisions regarding “new adds” to be self-effectuating. First, the FCC specifically stated that “[g]iven the need for prompt action, the requirements set forth herein shall take effect on March 11, 2005 . . .”¹⁵ Second, the FCC expressly stated its order would not “. . . supersede any alternative arrangements that carriers voluntarily have negotiated on a commercial basis . . .”¹⁶ conspicuously omitting any similar intent not to supersede conflicting provisions of existing interconnection agreements. Consequently, in order to have any meaning, the *TRRO*’s provisions precluding the ordering of “new adds” have to have effect as of March 11, 2005

MCI cannot circumvent the FCC’s intention by relying on paragraphs 227 and 233 of the *TRRO*. MCI acknowledges that paragraph 227 provides that “[t]he transition period shall apply only to the embedded customer base, and does not permit competitive LECs to add new UNE-P arrangements using unbundled access to local circuit switching pursuant to section 251(c)(3) except as otherwise specified in this Order”¹⁷ MCI then cites to paragraph 233 of the *TRRO*, which addresses changes to interconnection agreements. MCI’s attempt to bootstrap paragraph 233 onto paragraph 227 fails.¹⁸

¹⁴ *TRRO*, ¶¶ 142, 195, see also 47 C.F.R. § 51.319 (e)(2)(i), (ii), (iii), and (iv) (ILEC is not required to provide unbundled access to entrance facilities, requesting carrier may not obtain new DS1, DS3, and dark fiber transport as unbundled network elements), and 47 C.F.R. § 51.319 (a)(4)(iii), (a)(5)(iii), and (a)(6) (requesting carrier may not obtain new DS1, DS3, and dark fiber transport as unbundled network elements)

¹⁵ *TRRO*, ¶ 235

¹⁶ *TRRO*, ¶ 199. Also ¶¶ 148, 198

¹⁷ MCI Motion at ¶ 13, page 7

¹⁸ *Id.* At ¶ 14

In citing paragraph 227, MCI ignored footnote 627, which modifies the “except as otherwise specified” clause. Footnote 627 makes clear that when the FCC stated “except as otherwise specified in the Order” it was referring to continued access to shared transport, signaling and call-related databases and was not making an implicit reference to the change of law process.

In addition, the clear meaning of the “except as otherwise specified” language in paragraph 227 is obvious from the very next paragraph of the *TRRO*. In paragraph 228, the FCC held that the “transition mechanism adopted here is simply a default process, and pursuant to section 252(a)(1), carriers remain free to negotiate alternative arrangements superseding this transition period” The availability of voluntarily negotiated interconnection agreements for interested carriers is also “otherwise specified in the Order” but has no impact on the prohibition against new adds. Consequently, if a CLEC and an ILEC had voluntarily negotiated an agreement under §252 pursuant to which the ILEC voluntarily agreed to provide UNE-P or switching at a rate other than TELRIC , the FCC did not intend to interfere with that voluntarily adopted obligation. For instance, BellSouth has agreed to provide switching to customers with four lines or more in certain Metropolitan Statistical Areas (e.g , enterprise customers) at a market rate of \$14. By including the “except as otherwise specified” in paragraph 227 and acknowledging carriers’ ability to freely negotiate alternative arrangements in paragraph 228, the FCC made clear that it did not intend to override those provisions.

Indeed, if the CLECs were correct that the paragraph 227 caveat had the importance they attach to it, presumably the FCC would have included it not only in its discussion of mass-market switching and the UNE-P, but also in its transition plans

regarding high-capacity loops and transport. After all, in the CLECs' view, *all* requirements of the *TRRO* must be implemented pursuant to Section 252. The FCC, however, included that phrase only in its discussion of UNE-P. The caveat on which the CLECs rely therefore cannot bear the weight put upon it. And, as a result, paragraph 227 must be read to mean what it says: the "transition period ... does not permit competitive LECs to add new UNE-P arrangements," except to the extent a CLEC reaches agreement on an "alternative arrangement [] superseding th[e] transition period."¹⁹

Likewise, MCI's focus on the interconnection agreement portion of the sentence in paragraph 233, ignores the "consistent with our conclusions in this Order" clause. To be consistent with the conclusions in the Order, the transition plan for the embedded base of UNE-Ps will be implemented via the change of law process, but the prohibition against new UNE-Ps (and other former UNEs) is self-effectuating. The first two sentences of paragraph 233 simply confirm that changes to the interconnection agreement should be consistent with the framework established in the *TRRO*, whether self-effectuating or via change of law.

Moreover, paragraph 233 does not mention the FCC's transition rules for the embedded base or the prohibition on new adds. And for good reason. The transition rules and prohibition are not *unbundling* requirements—that is, they do not implement section 251(c)(3). Rather, they transition carriers away from certain elements specifically because the FCC has concluded that those elements should *not* be

¹⁹ *TRRO*, ¶¶ 227-228.

unbundled pursuant to section 251(c)(3).²⁰ Paragraph 233 accordingly does not undercut the FCC's ruling that its 12 month transition plans "do[] not permit competitive LECs to add new" elements in the absences of impairment

Thus, by filing its *Motion*, MCI has ignored the FCC's clear statement of intent and its complaint concerning BellSouth's announced intent to reject orders for these former UNEs on March 11, 2005 is meritless.

MCI relies on three arguments in its Motion. First, MCI argues that BellSouth has an obligation under the parties' existing interconnection agreement to continue to accept orders for these former UNEs until those interconnection agreements are changed. Second, MCI contends that it is entitled to place new UNE-P orders at TELRIC rates under Section 271 of the Federal Act. Third, MCI contends that BellSouth has a duty under state law to provide UNE-P. All of these arguments are fatally flawed.

ARGUMENT

A. The FCC's Bar On "New Adds" Is Self-Effectuating And Relieves BellSouth Of Any Obligation Under Its Interconnection Agreements To Provide These Former UNEs To MCI.

BellSouth does not dispute that the parties' agreement contains change of law provisions. That is not the issue here. If the FCC had held that MCI could continue to add more former UNEs until the interconnection agreements were changed pursuant to the change of law provisions found in interconnection agreements, or even if it had been silent on the question of "new adds," then presumably no dispute would exist between

²⁰ It is presumably because paragraph 233 applies only to the unbundling requirements established in the *TRRO* and not to the no new adds rule that the FCC expressly provided elsewhere in the *TRRO* that the terms of the twelve-month transition plans for switching, loops, and transport should be incorporated into carriers' interconnection agreements. *E.g.*, *TRRO* ¶228 n 630. As noted, however, the FCC made no such provision for the prohibition for new adds. The argument that the *TRRO* requires the no new adds rule to be incorporated into agreements is thus flatly wrong.

MCI and BellSouth. Neither situation is the case here, however, and MCI's *Motion* disregards what the FCC actually said in the *TRRO*

The FCC's new rules unequivocally state CLECs may not obtain new UNEs, and the FCC said unequivocally that there would be a transition period for embedded UNEs that would begin on March 11, 2005 and that would last 12 months: "we adopt a transition plan that requires competitive LECs to submit orders to convert their UNE-P customers to alternative arrangements within twelve months of the effective date of this order"²¹ The FCC made almost identical findings with respect to high-capacity loops and transport, holding that its transition rules "do not permit competitive LECs to add new [high capacity loops and transport on an unbundled basis] . where the Commission has determined that no section 251(c)(3) unbundling requirement exists."²² The FCC also said unequivocally that this "transition period shall apply only to the embedded customer base, and does not permit competitive LECs to add new customers using unbundled access to local circuit switching"²³ How much clearer could the FCC be?

MCI contends that notwithstanding the clear language of the *TRRO* -- there will be a transition period, it will begin on March 11, 2005, and there will be no "new adds" during that transition period -- the FCC really didn't mean what it said. Evidently MCI believes that BellSouth is obligated to continue to provide new UNE-Ps until its contract with BellSouth is amended pursuant to change of law provisions therein MCI's belief is

²¹ *TRRO*, ¶199

²² *TRRO*, ¶ 142, 195, see also 47 C F R § 51.319 (e)(2)(i), (ii), (iii), and (iv) (ILEC is not required to provide unbundled access to entrance facilities, requesting carrier may not obtain new DS1, DS3, and dark fiber transport as unbundled network elements), and 47 C F R § 51.319 (a)(4)(iii), (a)(5)(iii), and (a)(6) (requesting carrier may not obtain new DS1, DS3, and dark fiber transport as unbundled network elements)

²³ *Id*

wholly inconsistent with the language of the *TRRO* and is flatly contradicted by the federal rules.²⁴

First, the FCC understood that existing interconnection agreements often contained “change of law” provisions. For instance, the FCC specifically contemplated that the contract provisions for the transition of the embedded base of former UNEs would be effectuated through the change of law process. Further, the FCC provided that throughout the 12-month transition period (during which the FCC clearly said there would be no “new adds”) CLECs would continue to have access to the embedded UNE-Ps during the transition period, but at the commission-approved TELRIC rate “plus one dollar”, until the migration of the embedded base was complete.²⁵ Finally, the FCC made the increase in the rates of the former UNEs retroactive to the effective date of the order to preclude gaming by the CLECs during the negotiation process.²⁶

The FCC’s obvious reason for making the increased rates retroactive is to keep CLECs from unnecessarily delaying the amendment process and gaming the system by postponing the date for the higher rates applicable to the embedded base of UNE-Ps. It is equally clear that the FCC did not directly address amending existing interconnection agreements to eliminate any requirement that incumbent local exchange carriers (“ILECs”) provide new UNE-Ps. If the FCC had intended to allow CLECs to continue to add new UNE-Ps until the interconnection agreements were amended, it could have easily said so. It did not. Instead, it made specific provision that the transition period did not authorize new adds. The only reasonable, logical and legally sound conclusion

²⁴ Notably, MCI’s *Motion* is devoid of a single reference to the *rules*

²⁵ *TRRO*, ¶228

²⁶ *TRRO*, n 630. Thus, if MCI ultimately executed an interconnection agreement amendment on May 11, 2005, increased rates would apply as of March 11, 2005 and MCI would need to make a true-up payment to BellSouth

is that the provisions prohibiting new adds was intended by the FCC to be self-effectuating

There is no question that the FCC has the legal authority to create a self-effectuating change to existing interconnection agreements as it has done here. Indeed, in the *TRO*, the FCC decided **not** to make its decisions self-executing.²⁷ The FCC's authority to make self-effectuating changes exists under the *Mobile-Sierra* doctrine, which allows the FCC to negate any contract terms of regulated carriers so long as the FCC makes adequate public interest findings. Thus, "[f]or all contracts filed with the FCC, it is well-established that 'the Commission has the power to prescribe a change in contract rates when it finds them to be unlawful and to modify other provisions of private contracts when necessary to serve the public interest.'" *Cable & Wireless, P.L.C. v. FCC*, 166 F.3d 1224, 1231-32 (D.C. Cir. 1999) (quoting *Western Union Tel. Co. v. FCC*, 815 F.2d 1495, 1501 (D.C. Cir. 1987))²⁸

The FCC was very clear in the *TRRO* that **access to UNEs without impairment was contrary to the public interest** and must stop. Notably, the FCC held that "it is now clear ... that, in many areas, UNE-P has been a disincentive to competitive LECs' infrastructure investment."²⁹ Also, the FCC held "we bar unbundling to the extent there is any impairment where – as here – unbundling would seriously undermine infrastructure investment and hinder the development of genuine facilities-based competition."³⁰ Likewise, the FCC held that "the continued availability of unbundled

²⁷ See *TRO*, ¶ 700 ("many of our decisions in this order will not be self-executing")

²⁸ Citing, in turn, *FPC v. Sierra Pac. Power Co.*, 350 U.S. 348, 353-55 (1956) and *United Gas Co. v. Mobile Gas Corp.*, 350 U.S. 332, 344 (1956) (the FCC has the power to set aside any contract which it determines to be "unjust, unreasonable, unduly discriminatory, or preferential.")

²⁹ *TRRO*, ¶ 218

³⁰ *Id.*

mass market switching would impose significant costs in the form of decreased investment incentives.”³¹

“An agency, like a court, can undo what is wrongfully done by virtue of its order.” *United Gas Improvement Co v. Callery Props., Inc.*, 382 U S 223, 229 (1965) That is precisely what the FCC has done here. The interconnection agreements on which the CLECs place so much reliance are a direct result of the FCC’s failure to implement the 1996 Act in a manner consistent with the will of Congress and binding judicial decrees. As a result, ILECs have lost millions of customers and incalculable revenues. The notion that the FCC is foreclosed from redressing that situation-and that, instead, it must sit idly by while CLECs continue to make use of judicially invalidated unbundling edicts that the FCC itself has recognized “impose significant costs in the form of decreased investment incentives” is obviously incorrect.³²

The FCC has applied *Mobile-Sierra* to require a fresh look at contracts between ILECs and CMRS providers executed before the 1996 Telecommunications Act in light of the reciprocal compensation provisions of §251(b)(5) of the Act. In relevant part, citing *Western Union Tel. Co. v. FCC*, the FCC explained that “[c]ourts have held the Commission has the power .. to modify .. provisions of private contracts when necessary to serve the public interest.” *First Report and Order*, 11 FCC Rcd 15499, ¶ 1095 (1996) (additional citations omitted).³³

That these interconnection agreements are filed with and approved by the state commissions, rather than the FCC, has no impact on the FCC’s ability to change these

³¹ *TRRO*, ¶ 199

³² *TRRO* ¶210

³³ In the *Local Competition Order*, the FCC modified pre-existing agreements as of the effective dates of its new rules – just as it did in the *TRRO*

contracts when it is in the public interest to do so. While *Cable & Wireless P.L.C. v. FCC* applied to “all contracts filed with the FCC,”³⁴ the reference to “filing” means that decision applies to all contracts and other agreements *that are subject to the FCC’s authority not just contracts actually filed with the FCC*. See *AT&T Corp. v. Iowa Utils. Bd.*, 525 U.S. 380, 381 (1999). Thus, as the Supreme Court made clear in *Iowa Utilities Bd.*, state commissions perform their functions subject to FCC rules designed to implement the statute and establish the public interest. The FCC has enacted new rules designed to further the public interest by finding “the continued availability of unbundled mass market switching would impose significant costs in the form of decreased investment incentives”³⁵. As a matter of ***national public policy***, unbundled switching adversely impacts the public by creating disincentives for the creation of facilities-based competition – which competition has been found to be the fundamental objective of the Act. The FCC has spoken – and MCI cannot ignore its message by hiding behind interconnection agreements that have been modified by the self-effectuating new rules to address the national public policy and the objectives of the Act.

The FCC has full authority to issue a self-effectuating order that eliminated CLECs’ ability to add new UNE-P customers after March 11, 2005. That existing interconnection agreements have not been formally modified to implement that finding is irrelevant. Through the *TRRO* the FCC has exercised its authority in a manner that

³⁴ *Cable & Wireless*, 166 F.3d at 1231

³⁵ CLECs in other jurisdictions have relied upon *IBD Mobile Communications, Inc. v. COMSAT Corp.*, Memorandum Opinion and Order, 16 FCC Rcd 11474, ¶ 16 n. 50 (2001) contending, “Sierra-Mobile analysis does not apply to interconnection agreements.” This reliance is misplaced. *IBD Mobile* is distinguishable from the facts presented here, where the FCC’s current order, by its own terms, appears to dictate a different requirement.

trumps MCI's individual contract and BellSouth has no obligation to provide new UNEs to MCI on or after March 11, 2005

B. MCI Is Not Entitled To UNE-P Under Section 271.

MCI also alleges that the Authority should perpetuate the UNE-P because "section 271 of the Federal Act independently supports MCI's right to obtain UNE-P from BellSouth"³⁶ This argument also misses the mark. While BellSouth is obligated to continue to provide unbundled local switching under section 271, section 271 switching (1) is not combined with a loop; (2) is subject to the exclusive jurisdiction of the FCC, and (3) is not provided via interconnection agreements. Thus, MCI is not entitled to new UNE-P orders after March 11, 2005 under section 271 of the Act

1. BellSouth is not obligated to combine Section 251 and Section 271 elements.

The most fundamental fallacy in MCI's section 271 argument is that MCI wants to buy UNE-P - (a loop combined with local switching) despite the fact that BellSouth is not obligated to combine either section 271 elements with other section 271 elements, or section 271 elements with section 251 UNEs.

With respect to combining 271 elements, the FCC held in the *TRO* that "[w]e decline to require BOCs, pursuant to section 271, to combine network elements that no longer are required to be unbundled under Section 251"³⁷ The FCC went on to hold that "[u]nlike Section 251(c)(3), items 4 – 6 and 10 of section 271's competitive checklist contain no mention of 'combining' and, as noted above, does not refer back to the combination requirement set forth in section 251(c)(3)"³⁸

³⁶ *MCI Complaint*, at ¶36, p 14

³⁷ *TRO*, at fn 1990

³⁸ *Id*

Likewise, the FCC has held that BOCs are not obligated to combine 271 and 251 elements. In the errata to the *TRO*, the FCC explicitly removed any requirement to combine 271 elements with non-271 elements by removing the clause “any network elements unbundled pursuant to Section 271” from paragraph 584.³⁹ **MCI recognizes that it is not entitled to a combination of 271 and 251 elements in its own Motion.**⁴⁰ (“Although the FCC in the *TRO* declined to require Bellsouth to combine section 271 local switching with other UNEs pursuant to section 251(c)(3) ...”).

For these reasons, MCI’s claim that it is entitled to UNE-P under section 271 has no merit. While BellSouth is obligated under 271 to provide local switching, it has no obligation to provide a UNE-P combination

2. BellSouth is not obligated to provide elements at TELRIC under 271

MCI claims that not only is it entitled to UNE-P under section 271, but that it is entitled to new UNE-P orders at the TELRIC rates set forth in the interconnection agreements.⁴¹ Specifically, MCI claims that “when the Authority issued its initial order in the UNE case, it made clear that it was establishing UNE rates under its state authority” and that the Authority’s UNE rates are “independently supported” by state law⁴²

MCI is wrong. The Authority, weighing the accuracy of competing TELRIC price models, set rates the agency believed to be TELRIC compliant. It is beyond dispute that TELRIC is a federal (FCC) standard and that there is nothing whatsoever in state law mentioning, much less mandating, a TELRIC pricing standard. In fact, the Authority expressly stated in its UNE rate docket that “final prices will be based on criteria

³⁹ *Errata*, at ¶ 27

⁴⁰ *MCI Complaint*, at ¶ 39.

⁴¹ *MCI Complaint*, at ¶ 414141

⁴² *Id.*

specified by the **federal** Telecommunications Act of 1996 and **FCC** Order No. 96-325.” (emphasis added).⁴³ Contrary to MCI’s claims, the Authority established UNE rates based on federal, not state law. Moreover, the Authority conducted no impairment analysis under state law. An impairment analysis is required under federal law before any unbundling can be mandated.

Moreover, this argument is fatally flawed because it mixes apples and oranges. The FCC and the D C Circuit Court of Appeals clearly held that the 251(d) pricing rules do not apply to section 271 elements.⁴⁴ Rather, 271 elements are priced under the *federal* section 202 pricing standard of “just and reasonable.” Section 271 elements, therefore, are not priced at TELRIC.⁴⁵ To the extent MCI argues that “just and reasonable” under state law equates with TELRIC, that finding would be pre-empted under federal law. In short, there is no authority under which the Authority can require BellSouth to provide new UNE-P circuits at TELRIC rates after March 11, 2005.⁴⁶

3. Section 271 elements fall within the exclusive jurisdiction of the FCC.

Lastly, the TRA does not have authority to enforce obligations under section 271. Section 271 enforcement rests solely with the FCC.⁴⁷ Consequently, even were BellSouth obligated to provide new UNE-P orders under Section 271 (which it is clearly

⁴³ See *Interim Order on Phase I of Proceeding to Establish Prices for Interconnection and Unbundled Network Elements*, Docket No. 97-01262, January 25, 1999, excerpt of lengthy order attached as Exhibit 3.

⁴⁴ See *TRO*, at ¶¶ 656-657, *USTA II*, at 52-53.

⁴⁵ *USTA II*, at 52-53.

⁴⁶ Likewise, the Authority cannot require BellSouth to provide MCI with new UNE loops and transport facilities from designated central offices.

⁴⁷ Section 271(d)(6).

not), such a claim must be made to the FCC and not to a state commission. The Authority has no jurisdiction to order performance under Section 271.⁴⁸

C. Rulings of Other Commissions

Commissions in other states have agreed with the arguments made by BellSouth. On March 9, 2005, the Indiana Commission held that “pursuant to the clear FCC directives in the TRRO, SBC Indiana is not required to accept UNE-P orders for new customers after March 10, 2005.”⁴⁹ The Indiana Commission rejected the CLEC’s arguments, stating:

However, we cannot reasonably conclude that the specific provision of the TRRO to eliminate UNE-P, which includes a specific date after which CLECs will not be allowed to add new customers using UNE-P, was also meant to have no applicability unless and until such time as carriers had completed the change of law processes in their interconnection agreements. To reach the conclusion proposed by the Joint CLECs would confound the FCC’s clear direction provided in the TRRO, with no obvious way to return to the transition timetable established in the TRRO.⁵⁰

On March 9, 2005, the Ohio Commission also rejected XO and MCI’s “change of law” arguments. The Ohio Commission held that

The FCC very clearly determined that, effective March 11, 2005, the ILECs unbundling obligations with regard to mass market local circuit switching, certain high-capacity loops, and certain dedicated interoffice transport would no longer apply to serve new customers.⁵¹

⁴⁸ MCI suggests that the parties must negotiate whether it must continue to provide UNE-P rates. See Motion at ¶27, p. 11. This suggestion is without basis. The Act “lists only a limited number of issues on which incumbents are mandated to negotiate [under Section 251 (b)(c)]” *MCI Telecommunications, Corp. v. BellSouth Telecommunications, Inc.*, 298 F.3d 1269, 1274 (11th Cir. 2002). MCI cannot force BellSouth involuntarily to negotiate issues concerning Section 271 for inclusion in a Section 252 interconnection agreement, which BellSouth has not and does not agree to negotiate. See also *Coserv Limited Liab. Corp. v. Southwestern Bell Telephone*, 350 F.3d 482, 487 (5th Cir. 2003) (“[a]n ILEC is clearly free to refuse to negotiate any issue other than those it has to duty to negotiate under the Act when a CLEC requests negotiation pursuant to §§ 251 and 252.”)

⁴⁹ See Composite Exhibit 4, Indiana Order at page 9.

⁵⁰ *Id.* p. 7-8.

⁵¹ See Composite Exhibit 4, Ohio Order, p. 3.

The Texas Commission has also not allowed CLECs to add new UNE-P customers after March 11, 2005, except to the extent an existing customer seeks to add a new line.⁵²

D. If BellSouth Is Ordered To Provide New UNE-P Circuits After March 11, 2005, It Is Entitled To A Retroactive True-Up To An Appropriate Rate.

For all the reasons set forth in this pleading, BellSouth is not obligated to provide new UNE-P circuits after March 11, 2005. If, however, the Authority is inclined to grant MCI any emergency relief (which it should not do), the Authority should explicitly direct that if MCI orders new UNE-P circuits on or after March 11, 2005, MCI must compensate BellSouth for those UNE-P orders at an appropriate rate retroactive to March 11, 2005.

The retroactive payment is important not only as a legal matter but as a policy matter. The FCC was unequivocal in its holding that no CLEC is entitled to new UNE-P circuits after March 11, 2005. Short of an order denying MCI's *Motion*, the *only* way for the Authority to comply with the FCC's order is to require MCI to pay BellSouth the difference between the UNE-P rate and an appropriate rate back to March 11, 2005.

Other states have adopted true-ups. For instance, the Texas Commission adopted an interim agreement that does *not* require SBC to add new UNE-P orders and does include a true-up provision.⁵³ The Michigan Commission has decided to complete

⁵² See Composite Exhibit 4, Texas Order, p. 7. On March 8, 2005, the Texas Commission modified its earlier Order to state that the phrase "embedded base" in its Order means "existing customers." A copy of the March 8 Order is attached as part of Composite Exhibit 4.

⁵³ See Composite Exhibit 4 for state commission orders from other jurisdictions. The orders from the Indiana and Ohio Commissions, referenced *infra* at page 18, diverge from action taken by the Georgia Commission, which, in addressing a motion similar to the one filed by MCI, ruled against BellSouth. The Texas Commission has not allowed CLECs to add new UNE-P lines, except to the extent an existing customer seeks to add a new line. BellSouth plans to appeal the order issued by the Georgia Commission. The Alabama Commission has required BellSouth to provide MCI with access to new UNE-Ps until it can address this matter at its April 2005 meeting, and has expressly preserved BellSouth's right

expedited proceedings in 45 days, during which new orders can apparently be issued subject to a true-up.⁵⁴ A true-up is the only way to equalize the risk between the parties – if ordered to provision new UNEs after March 11, BellSouth unquestionably is bearing the risk associated with the continuation of an unlawful unbundling regime. MCI should bear the risk of a true-up if its position is determined to be wrong.

A true-up is also necessary in the interests of fairness. The FCC has also been clear that commercial negotiations can produce pro-competitive and pro-consumer outcomes.⁵⁵ BellSouth has successfully negotiated, to date, over 50 commercial agreements with CLECs for the purchase of a wholesale local voice platform service. If the Authority disregards the self-effectuating portion of the *TRRO*, the progress BellSouth has achieved in reaching commercial agreements could come to a halt, at least in the near term. If CLECs know that they can continue adding new unbundled network elements at TELRIC rates until the amendment and arbitration process is completed, which can take up to twelve months under the *TRRO*, they will have no reason to pay more than TELRIC by entering into a commercial agreement at this juncture. Significantly, allowing CLECs to continue adding unbundled network elements until the amendment and arbitration process has been completed, even though they are not impaired, unfairly prejudices those carriers that have entered into commercial

to a true-up. The Mississippi Commission recently ordered BellSouth to continue accepting CLEC orders and will conduct a true-up proceeding at a later time to determine "how rates and charges will be adjusted retroactively to March 11, 2005." See Composite Exhibit 4, Mississippi Order, p. 3

⁵⁴ See Exhibit 5 for an order from the Michigan Commission

⁵⁵ Press Statement of Chairman Michael K. Powell and Commissioners Kathleen Q. Abernathy, Michael J. Copps, Kevin J. Martin and Jonathan S. Adelstein On Triennial Review Next Steps, March 31, 2004, see also FCC Chairman Michael K. Powell's Comments on SBC's Commercial Agreement With Sage Telecom Concerning The Access To Unbundled Network Elements, April 5, 2004 (expressing hope "for further negotiations and contracts - so that America's telephone consumers have the certainty they deserve"), FCC Chairman Michael K. Powell Announces Plans For Local Telephone Competition Rules, June 14, 2004 (strongly encouraging "carriers to find common ground through negotiation" because "[c]ommercial agreements remain the best way for all parties to control their destiny")

agreements. Carriers that entered into commercial agreements will be forced to compete for new customers against CLECs that can undercut their prices solely by virtue of these CLECs getting to pay TELRIC rates, unless the Authority requires a true-up.

The Authority recently allowed XO to effectuate a change to its interconnection agreement with BellSouth **without** going through the change of law process. XO, while acknowledging that its agreement with BellSouth did not allow for the conversion of special access circuits to UNEs, argued that the TRO provisions regarding such conversion were self-effectuating. The Authority granted interim relief to XO subject to a retroactive true-up.⁵⁶ If the Authority is inclined to grant Joint Petitioners any relief (which BellSouth vigorously opposes), the Authority should condition any such relief on a retroactive true-up, consistent with its decision in the XO proceeding.

CONCLUSION

For the reasons set forth herein, the Authority, in accordance with the FCC's Final Rules, should not order BellSouth to provide new UNE-P circuits after March 11, 2005. If, however, the Authority requires new UNE-Ps after March 11, 2005, the Authority should order a retroactive true-up back to March 11, 2005.

Respectfully submitted,

BELLSOUTH TELECOMMUNICATIONS, INC.

By 

Guy M. Hicks
Joelle J. Phillips

⁵⁶ The Authority made this Ruling on February 28, 2005 in Docket No. 04-00306. BellSouth respectfully disagrees with this Ruling. A copy of XO's e-mail letter asserting that the sections of the TRO benefiting XO are self-effectuating is attached as Exhibit 6.

333 Commerce Street, Suite 2101
Nashville, TN 37201-3300
615/214-6301

R. Douglas Lackey
Meredith Mays
675 W. Peachtree St., NE, Suite 4300
Atlanta, GA 30375



BellSouth Interconnection Services

675 West Peachtree Street
Atlanta, Georgia 30375

**Carrier Notification
SN91085061**

Date: March 7, 2005

To: Competitive Local Exchange Carriers (CLEC)

Subject: CLECs – (Interconnection/Contractual and Product/Service) – Triennial Review Remand Order (TRRO) - Unbundling Rules

On February 4, 2005, the Federal Communications Commission (FCC) released its permanent unbundling rules in the Triennial Review Remand Order (TRRO).

On February 11, 2005, BellSouth released Carrier Notification letter SN91085039, in which BellSouth set forth its understanding of the TRRO, particularly as it affected BellSouth's obligations to provide a number of former Unbundled Network Elements ("UNEs") after March 11, 2005. Specifically, BellSouth acknowledged that there would be a transition period for the embedded base of these former UNEs, but concluded that the FCC had intended to stop all "new adds" of these former UNEs effective March 11, 2005.

BellSouth posted this Carrier Notification letter on February 11, 2005, in order to provide the CLECs with as much lead time as possible in order to allow the CLECs to take whatever steps were necessary to adjust to the new situation created by the TRRO. Unfortunately, the step chosen by a number of CLECs in response to the clear language of the FCC dealing with "new adds" has been to ask various state commissions to order BellSouth to continue to accept such "new adds." Indeed, this approach has, to date, been successful in at least one jurisdiction, Georgia.

Furthermore, notwithstanding the fact that BellSouth's Carrier Notification SN91085039 was posted on February 11, 2005, various CLECs continue, as recently as March 3, 2005, to file requests with state commissions that have not addressed this question. These requests remain pending before state commissions and it is not clear, because of the delay in filing of these requests by the CLECs, that all state commissions will have a full and adequate opportunity to consider the important issue of whether the FCC actually meant what it said in its order when it indicated that there would be no "new adds." Indeed, at the present time there are at least two commissions in BellSouth's region that have scheduled consideration of the CLECs' requests at a date beyond March 11, 2005, the effective date of the TRRO, and the date that BellSouth had established to prevent unlawful "new adds."

Because of these events, BellSouth herewith revises the implementation date contained in Carrier Notification SN91085039 in the following respects. BellSouth will continue to receive, and will not reject, CLEC orders for "new adds" as they relate to the former UNEs as identified by the FCC for a short period of time. BellSouth will continue to accept CLEC orders for these "new adds" until the earlier of (1) an order from an appropriate body, either a commission or a court, allowing BellSouth to reject these orders; or (2) April 17, 2005. By doing this, BellSouth intends to allow those commissions who have not had the opportunity to fully and carefully consider the requests of the CLECs and the responses of BellSouth, to do so in a measured way, rather than via various "emergency" proceedings created by the dilatory tactics of a number of CLECs.

By extending the time during which BellSouth will accept these orders, BellSouth does not abandon its legal position that the clear words of the FCC mean exactly what they say. BellSouth will continue to pursue that position before the state commissions, and to the extent that a commission has ruled adversely to BellSouth's position, in the courts. Specifically, BellSouth will be asking the appropriate courts to stay any such adverse order we receive.

In addition, BellSouth hereby puts the CLECs on notice that it intends to pursue the various CLECs who place orders for "new adds" after March 10, 2005 to the greatest extent of the law, in an effort to recover the revenue that BellSouth loses as a result of the placement of these unlawful orders. Should any state commission be inclined to ignore the plain language of the FCC's TRRO, and to order BellSouth to continue accepting "new adds" until the issue is fully resolved, BellSouth will ask that commission to require CLECs to compensate BellSouth, in the event BellSouth ultimately prevails in its legal claim, for any former UNE added after March 10, 2005, in an amount equal to the difference in the rate paid by the CLEC and the appropriate rate BellSouth should have collected (either commercial or resale, depending on which service option the CLEC ultimately elects).

As noted in Carrier Notification SN91085039, CLECs will continue to have several options involving switching, loops and transport available to serve their new customers. To this end, with regard to the combinations of switching and loops that constituted UNE-Platform (UNE-P), BellSouth is offering CLECs these options:

- Short Term (3-6 month) Commercial Agreement to provide a bridge between the effective date of the Order and the negotiation of a longer term commercial agreement,
- Long Term Commercial Agreement (3 years, effective January 1, 2005, with transitional discounts available under those agreements executed by March 10, 2005)

In addition, most CLECs, if not all, already have the option of ordering these former UNEs, and particularly the combination of loops and switching, as resale, pursuant to existing interconnection agreements. With regard to the former high capacity loops and transport UNEs, BellSouth has two options for CLECs to consider. Specifically, CLECs may either elect to order resale of BellSouth's Private Line Services or alternatively, may request Special Access service.

Finally, as stated in Carrier Notification letter SN91085032 concerning the availability of a long term commercial agreement, through March 10, 2005, BellSouth will continue to offer its current DS0 Wholesale Local Voice Platform Services Commercial Agreement ("DS0 Agreement") with transitional discounts off of BellSouth's market rate for mass market platform services. Beginning March 11, 2005, BellSouth will offer a DS0 Agreement, but the existing transitional discounts will not be available.

To obtain more information about this notification, please contact your BellSouth contract negotiator.

Sincerely,

ORIGINAL SIGNED BY JERRY HENDRIX

Jerry Hendrix – Assistant Vice President
BellSouth Interconnection Services

BellSouth D.C., Inc.
Legal Department
Suite 900
1133 21st Street, N.W.
Washington, D.C. 20036-3351
bennett.ross@bellsouth.com

Bennett L. Ross
General Counsel-D.C.
202 483 4113
Fax 202 483 4195

February 18, 2005

Jeffrey J. Carlisle
Chief, Wireline Competition Bureau
Federal Communications Commission
445 12th Street, SW
Washington, DC 20554

Re: *Unbundled Access to Network Elements*, WC Docket No. 04-313;
Review of the Section 251 Unbundling Obligations of Incumbent Local Exchange Carriers, CC Docket No. 01-338

Dear Mr. Carlisle:

Pursuant to your letter to Mr. Herschel Abbott, dated February 4, 2005, enclosed please find a list by Common Language Location Identifier ("CLLI") code of those BellSouth wire centers that satisfy the Tier 1, Tier 2, and Tier 3 criteria for dedicated transport and dark fiber as well as the CLLI code for the BellSouth wire centers that satisfy the nonimpairment thresholds for DS-1 and DS-3 loops.

In compiling this list, BellSouth applied the Commission's definition of a "business line" as set forth in Section 51.5 of the revised rules adopted in the Commission's *Triennial Review Remand Order*.¹ In particular, BellSouth counted all ISDN and other switched digital access lines in each wire center on a per 64 kbps-equivalent basis as required by the rule. In addition, in determining the number of fiber-based collocators in each particular wire center, BellSouth reviewed its records to verify the existence of an "active electrical power supply" to the particular collocation arrangement as required by Section 51.5. When the Commission requested that BellSouth submit wire center data in December 2004, the Commission did not specify any particular methodology, and thus BellSouth did not use the 64 kbps-equivalent approach or attempt to verify an active electrical power supply.

¹ *Unbundled Access to Network Elements, Review of the Section 251 Unbundling Obligations of Incumbent Local Exchange Carriers*, WC Docket No. 04-313, CC Docket No. 01-338, Order on Remand (Feb. 4, 2005) ("*Triennial Review Remand Order*").

BellSouth shares the Commission's desire, as indicated in your letter, "to facilitate prompt implementation of its revised rules, and to minimize disputes regarding the scope of incumbent LEC's unbundling obligations in any particular case." Although we disagree with certain aspects of the Commission's *Triennial Review Remand Order*, "certainty" regarding the scope of unbundling obligations is important to the entire industry, as your letter notes. In that regard, BellSouth will be posting the enclosed list on its interconnection website (<http://interconnection.bellsouth.com/notifications/carrier/index.html>) so that all requesting carriers will be aware of the particular wire centers in which the nonimpairment thresholds have been met and in or between which new high-capacity loops and transport will no longer be available on an unbundled basis as of March 11, 2005. With dissemination of this information, a carrier that subsequently requests new high-capacity loops and transport on an unbundled basis in or between these affected wire centers will be unable to self-certify based upon a "reasonably diligent inquiry" that its request is consistent with the Commission's unbundling requirements, as required by the *Triennial Review Remand Order*.²

To the extent any party is concerned about the methodology BellSouth has employed or the wire centers identified on the enclosed list in which the nonimpairment thresholds have been met, it should bring that concern to the Commission's attention. As the *Triennial Review Remand Order* makes clear, it is for the Commission to determine where "no section 251(c) unbundling requirement exists,"³ and thus any dispute about whether an incumbent has been relieved of its section 251(c) unbundling obligations in a particular wire center must be resolved by the Commission.

The Commission's *Triennial Review Remand Order* cannot and should not be read to suggest that the state public service commissions have any role in establishing the wire centers in which the Commission's nonimpairment thresholds are currently met.⁴ To do otherwise effectively would result in the delegation of impairment decisions with regard to high-capacity loops and transport to 50 state public service commissions in clear violation of *USTA II*.⁵ Just as it was unlawful to delegate to the state commissions the authority to determine whether the Commission's "competitive triggers" had been met for purposes of determining where switching and high-capacity loops and transport should be unbundled under the *Triennial Review Order*, it would be equally unlawful to allow state public service commissions to determine where the Commission's new nonimpairment thresholds for high-capacity loops and transport are currently

² *Triennial Review Remand Order*, ¶ 234.

³ *Id.* ¶ 142

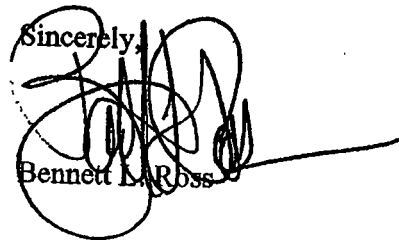
⁴ The Commission directed parties to negotiate pursuant to the section 252 process the "appropriate transition mechanisms" for those high-capacity facilities "not currently subject to the nonimpairment thresholds" established in the *Triennial Review Remand Order* that subsequently "may meet those thresholds in the future." *Id.* ¶ 142, n.399. However, the Commission did not require the parties to negotiate, let alone for 50 state public service commissions to arbitrate, the wire centers in which the nonimpairment thresholds are currently met.

⁵ *United States Telecom Ass'n v. FCC*, 359 F.3d 554 (D.C. Cir. 2004) ("*USTA II*"), cert. denied, *NARUC v. United States Telecom. Ass'n*, 04-12, 04-15 & 04-18 (U.S. Oct. 12, 2004).

Jeffrey J. Carlisle
February 18, 2005
Page -3-

met under the *Triennial Review Remand Order*. The Telecommunications Act of 1996 requires a uniform methodology and application of the Commission's unbundling rules, which cannot occur if unbundling determinations are left to the state commissions.⁶

BellSouth believes that its determinations concerning the wire centers in which the Commission's nonimpairment thresholds for high-capacity loops, transport, and dark fiber are completely consistent with the Commission's revised rules. The same is true for BellSouth's approach to implementation of those rules as set forth above, which should minimize disputes and facilitate the certainty the industry requires. BellSouth will assume the Commission agrees unless the Commission advises otherwise.

Sincerely,

Bennett L. Ross

BLR:kjw

cc: Christopher Libertelli
Matthew Brill
Jessica Rosenworcel
Daniel Gonzalez
Scott Bergmann
Michelle Carey
Thomas Navin
Austin Schlick
John Stanley
Jeremy Marcus
Pamela Arluk

#572871

⁶ Although *USTA II* recognized certain situations when input from an outside party into an agency's decision making processes might be appropriate, none of those situations applies here. In particular, there is no need for the Commission to rely upon "factual information" or "advice and policy recommendations" from a state public service commission in determining where the Commission's nonimpairment thresholds have been satisfied. *USTA II*, 359 F.2d at 558. Indeed, the Commission's rationale for establishing such thresholds was because they were based upon data that are "objective and readily available," which obviates the need for any input from state public service commissions. *Triennial Review Remand Order* ¶ 161.

Exhibit 1

Wirecenter Listings

for Non-Impairment Thresholds

FCC WC Docket No. 04-313.
BellSouth Telecommunications, Inc
Filing Date: 02-18-05

| WC ID | WC Name | Interoffice Transport | | | High Capacity Loops | |
|----------|--------------------|-----------------------|--------|--------|-----------------------|-----------------------|
| | | Tier 1 | Tier 2 | Tier 3 | No Impairment for DS3 | No Impairment for DS1 |
| ABRDMSES | Aberdeen | | | X | | |
| ABVLLAMA | Abbeville | | | X | | |
| ACHLTNMT | Adams-Cedar Hill | | | X | | |
| ACMENCMA | Acme | | | X | | |
| ACWOGAMA | Acworth | | | X | | |
| AGSTGAAT | Augusta Martinez | | | X | | |
| AGSTGAFL | Augusta Fleming | | | X | | |
| AGSTGAMT | Augusta Main | | | X | | |
| AGSTGATH | Augusta Hill | | X | | | |
| AHVLNCBI | Blitmore | | | X | | |
| AHVLNCOH | O'Henry | | X | X | | |
| AHVLNCOT | Oteen | | X | | | |
| AIKNSCMA | Alker | | | X | | |
| AIVLGAMA | Adairsville | | | X | | |
| ALBSALMA | Alabaster | | | X | | |
| ALBYGAMA | Albany | X | | X | | |
| ALBYLAMA | Albany | | | X | | |
| ALCYALMT | Alexander City | | | X | | |
| ALDLSCMA | Allendale | | | X | | |
| ALLNKYMA | Allen | | | X | | |
| ALPRGAMA | Alpharetta | X | | X | | |
| ALVLALMA | Albertville-Main | | | | X | X |
| ALXNLADV | Alexandria-Deville | | | X | | |
| ALXNLAMA | Alexandria-Main | | | X | | |
| ALXNLATG | Alexandria-Tioga | | X | | | |
| AMITLAMA | Amite | | | X | | |
| AMRCGAMA | Americus | | | X | | |
| AMRYMSMA | Amory | | | X | | |
| ANGILAMA | Angle | | | X | | |
| ANTNALLE | Anniston-Lenlock | | | X | | |
| ANTNALMT | Anniston-Main&Toll | | | X | | |
| ANTNALOX | Anniston-Oxford | | | X | | |
| APEXNCCE | Apex | | | X | | |
| APNGGAES | Appling | | | X | | |
| ARCDLABW | Arcadia-Bienville | | | X | | |
| ARCDLAMA | Arcadia-Main | | | X | | |
| ARCHFLMA | Archer | | | X | | |
| ARDNNCCE | Arden | | | X | | |
| ARSNNCMA | Anderson | | | X | | |
| ARSNSCAH | Abbeville | | | X | | |
| ARSNSCMA | Anderson | | | X | | |
| ARSNSCTV | Townville | | | X | | |
| ARTNGAES | Arlington | | | X | | |
| ARTNTNMT | Arlington | | | X | | |
| ASCYTNA | Ashland City | | | X | | |
| ASLDMSMA | Ashland | | | X | | |
| ASTLGAMA | Austell | | | X | | |
| ATHNALER | Athens-Elk River | | | X | | |

Exhibit 1 Wirecenter Listings for Non-Impairment Thresholds

FCC WC Docket No. 04-313.
BellSouth Telecommunications, Inc.
Filing Date: 02-18-05

| WC OLI | WC Name | Interoffice Transport | | | High Capacity Loops | |
|----------|---------------------|-----------------------|--------|--------|-----------------------|-----------------------|
| | | Tier 1 | Tier 2 | Tier 3 | No Impairment for DS3 | No Impairment for DS1 |
| ATHNALMA | Athens-Main | | | X | | |
| ATHNGAMA | Athens | X | | | | |
| ATHNTNMA | Athens | | | X | | |
| ATLNGAAD | Adamsville | | | X | | |
| ATLNGABH | Ben Hill | | | X | | |
| ATLNGABU | Buckhead | | | X | | |
| ATLNGACD | Columbia Drive | X | | | X | X |
| ATLNGACS | Courtland Street | X | | X | | |
| ATLNGAEL | Decatur | | | | X | X |
| ATLNGAEP | East Point | X | | X | | |
| ATLNGAFP | Forest Park | | | | X | |
| ATLNGAGR | Gresham | | | X | | |
| ATLNGAHR | Hollywood Road | | | X | | |
| ATLNGAIC | Indian Creek | | | X | | |
| ATLNGALA | Lakewood | | | X | | |
| ATLNGAPP | Peachtree Place | X | | X | | |
| ATLNGASS | Sandy Springs | X | | | X | X |
| ATLNGATH | Toco Hills | X | | | X | |
| ATLNGAWD | Woodland | | | | X | |
| ATLNGAWE | West End | | | X | | |
| ATSNNCMA | Atkinson | | | X | | |
| ATTLALNM | Attalla-Main | | | X | | |
| AUBNALMA | Auburn-Main&Toll | | | X | | |
| AURRKYMA | Aurora | | | X | | |
| BATHSCMA | Bath | | | X | | |
| BAVLSCMA | Blackville | | | X | | |
| BCHNGAES | Buchanan | | | X | | |
| BCMTNCCE | Black Mountain | | | X | | |
| BCRTFLBT | Boca Teeca | | | X | | |
| BCRTFLMA | Boca Raton | X | X | | | |
| BCRTFLSA | Sandalfoot | | | | X | |
| BCTNGAMA | Baconton | | | X | | |
| BCTNMSMA | Bucketunna | | | X | | |
| BDFRKYMA | Bedford | | | X | | |
| BEMTMSMA | Blue Mountain | | | X | | |
| BENTMSSU | Bentonia | | | X | | |
| BERNLAMA | Bernice-Main | | | X | | |
| BERNLASP | Bernice-Spearsville | | | X | | |
| BETNSCMA | Belton | | | X | | |
| BEVLSCMA | Bennettsville | | | X | | |
| BGCHMSSU | Bogue Chitto | | | X | | |
| BGDDKYMA | Bagdad | | | X | | |
| BGLSLAMA | Bogalusa | | | X | | |
| BGPIFLMA | Big Pine | | | X | | |
| BGRTGAMA | Bogart Statham | | | X | | |
| BGSNTNMA | Big Sandy | | | X | | |
| BHISSCMA | Beech Island | | | X | | |
| BILXMSDI | Biloxi-Diberville | | | X | | |

Exhibit 1

Wirecenter Listings

for Non-Impairment Thresholds

FCC WC Docket No. 04-313.
BellSouth Telecommunications, Inc.
Filing Date: 02-18-05

| WC ID | WC Name | Interoffice Transport | | | High Capacity Loops | |
|----------|------------------------------|-----------------------|--------|--------|-----------------------|-----------------------|
| | | Tier 1 | Tier 2 | Tier 3 | No Impairment for DS3 | No Impairment for DS1 |
| BILXMSSE | Edgewater | | | X | | |
| BILXMSMA | Biloxi-Howard Ave | | | X | | |
| BKVLFLJF | Brooksville | | | X | | |
| BKVLMSU | Brooksville | | | X | | |
| BLBGSCMA | Blacksburg | | | X | | |
| BLCSGAES | Blackshear | | | X | | |
| BLDWFLMA | Baldwin | | | X | | |
| BLDWLAMA | Baldwin | | | X | | |
| BLDWMSMF | Baldwyn | | | X | | |
| BLFDKYMA | Bloomfield | | | X | | |
| BLFNALMA | Bell Fontaine | | | X | | |
| BLGLFLMA | Belle Glade | | | X | | |
| BLGPTNMA | Bulls Gap | | | X | | |
| BLLSTNMA | Bells | | | X | | |
| BLMTMSMA | Belmont | | | X | | |
| BLMTNCCE | Belmont | | | X | | |
| BLNCLAMA | Blanchard | | | X | | |
| BLNCTNMT | Blanche | | | X | | |
| BLNHSCMA | Blenheim | | | X | | |
| BLRGSCMA | Blue Ridge | | | X | | |
| BLRKNCCE | Blowing Rock | | | X | | |
| BLSPKYMA | Bluff Springs | | | X | | |
| BLVRTNMA | Bolivar | | | X | | |
| BLZNMSMA | Belzoni | | | X | | |
| BMBRSCMA | Bamberg | | | X | | |
| BNBRGAMA | Bainbridge | | | X | | |
| BNITMSMA | Benolt | | | X | | |
| BNLYKYMA | Benham Lynch | | | X | | |
| BNNFLMA | Bunnell | | | X | | |
| BNTNKYMA | Benton | | | X | | |
| BNTNLAMA | Benton | | | X | | |
| BNTNMSSU | Benton | | | X | | |
| BNTNTNMT | Benton | | | X | | |
| BNVLSMA | Booneville | | | X | | |
| BOAZALMA | Boaz-Main | | | X | | |
| BOONNCKI | Boone | | | X | | |
| BOTNMSMA | Bolton | | | X | | |
| BOYCLAMA | Boyce | | | X | | |
| BRGNKYMA | Burgin | | | X | | |
| BRGWNCMA | Burgaw | | | X | | |
| BRHMALCH | Birmingham-Cahaba Heights | | | X | | |
| BRHMALCP | Birmingham-Centerpoint | | | X | | |
| BRHMALEL | Birmingham-East Lake | | | X | | |
| BRHMALEN | Birmingham-Ensley | | | X | | |
| BRHMALEW | Birmingham-Eastwood | | | X | | |
| BRHMALFO | Birmingham-Forestdale | | | X | | |
| BRHMALFS | Birmingham-Five Points South | | | X | | |
| BRHMALHW | Birmingham-Homewood | | | X | | |

Exhibit 1 Wirecenter Listings for Non-Impairment Thresholds

FCC WC Docket No. 04-313.
BellSouth Telecommunications, Inc.
Filing Date: 02-18-05

| WC ID | WC Name | Interoffice Transport | | | High Capacity Loops | |
|-----------|-------------------------|-----------------------|--------|--------|-----------------------|-----------------------|
| | | Tier 1 | Tier 2 | Tier 3 | No Impairment for DS3 | No Impairment for DS1 |
| BRHMALMT | Birmingham-Main & Toll | X | | | X | X |
| BRHMALOM | Birmingham-Oak Mountain | | | X | | |
| BRHMALOX | Birmingham-Oxmoor | | X | | | |
| BRHMALRC | Birmingham-Riverchase | X | | | | |
| BRHMALTA | Birmingham-Tarrant | | | X | | |
| BRHMALVA | Birmingham-Valley | | | X | | |
| BRHMALWE | Birmingham-West End | | | X | | |
| BRHMALWL | Birmingham-Woodlawn | | | X | | |
| BRHNMSMA | Brookhaven | | | X | | |
| BRMNGAES | Bremen | | | X | | |
| BRMNKYMA | Bremen | | | X | | |
| BRNDMSES | Brandon | | | X | | |
| BRPTALMA | Bridgeport-Main | | | X | | |
| BRSNFLMA | Bronson | | | X | | |
| BRSSLAMA | Broussard | | | X | | |
| BRTOALMA | Brewton | | | X | | |
| BRTWKYES | Bardstown | | | X | | |
| BRVIGAMA | Barnesville | | | X | | |
| BRVLSMA | Burnsville | | | X | | |
| BRWDMSMA | Brianwood | | | X | | |
| BRWKGAMA | Brunswick | | | X | | |
| BRWLSCBE | Barnwell | | | X | | |
| BSCYNMA | Bessemer City | | | X | | |
| BSLSMSMA | Bay St Louis | | | X | | |
| BSMRALBP | Bessemer-Birmingham | | | X | | |
| BSMRALBU | Bessemer-Bucksville | | | X | | |
| BSMRALHT | Bessemer-Hueytown | | | X | | |
| BSMRALMA | Bessemer-Main | | | X | | |
| BSTRLAMA | Bastrop | | | X | | |
| BTBGSCMA | Batesburg | | | X | | |
| BTRGLABK | Br-Baker | | | X | | |
| BTRGLABS | Br-Brusly | | | X | | |
| BTRGLAGW | Br-Goodwood | X | | X | | |
| BTRGLAHR | Br-Hooper | | | X | X | |
| BTRGLAIS | Br-Istrouma | | | X | | |
| BTRGLAMA | Br-Main | X | | X | | |
| BTRGLAOH | Br-Oak Hills | | | X | X | |
| BTRGLASB | Br-Suburban | | | X | | |
| BTRGLASW | Br-Sherwood | | X | | | |
| BTRGLAWN | Br-Woodlawn | | | X | | |
| BTSPNMA | Bethel Springs | | | X | | |
| BTVLSMSDS | Batesville | | | X | | |
| BUFRGABH | Buford | | | X | | |
| BUMTMSMA | Beaumont | | | X | | |
| BUNKLAMA | Bunkie | | | X | | |
| BURLNCDA | Davis Street | | | X | | |
| BURLNCEL | Elon | | X | | | |
| BURLNCHA | Haw River | | | X | | |

Exhibit 1

Wirecenter Listings for Non-Impairment Thresholds

FCC WC Docket No. 04-313.
BellSouth Telecommunications, Inc.
Filing Date: 02-18-05

| WC ID | WC Name | Interoffice Transport | | | High Capacity Loops | |
|----------|-----------------------------|-----------------------|--------|--------|-----------------------|-----------------------|
| | | Tier 1 | Tier 2 | Tier 3 | No Impairment for DS3 | No Impairment for DS1 |
| BURSLAMA | Buras | | | X | | |
| BUSHLAMA | Bush | | | X | | |
| BVDMKYMA | Beaver Dam | | | X | | |
| BWDNGAMA | Bowdon | | | X | | |
| BWLGKYMA | Bowling Green State Street | | | X | | |
| BWLGKYRV | Bowling Green Richardsville | | | X | | |
| BWVLTNMA | Brownsville | | | X | | |
| BXLYGAES | Baxley | | | X | | |
| BYBHFLMA | Boynton Beach | | X | X | | |
| BYMNALMA | Bay Minette | | | X | | |
| BYVLKYMA | Beattyville | | | X | | |
| CADZKYMA | Cadiz | | | X | | |
| CAFBMSMA | Columbus Afb | | | X | | |
| CALRALMA | Calera | | | X | | |
| CARYNCCE | Cary | X | | X | | |
| CARYNCWS | Cary Weston | | | X | | |
| CASTLAMA | Castor | | | X | | |
| CCBHFLAF | Cobch Cape Canaveral W. C. | | | X | | |
| CCBHFLMA | Cocoa Beach | | | X | | |
| CCHRGAMA | Cochran | | | X | | |
| CDKYFLMA | Cedar Key | | | X | | |
| CDTWGAMA | Cedartown | | | X | | |
| CDWRMSMA | Coldwater | | | X | | |
| CENTSCWS | Central | | | X | | |
| CFLDFLMA | Chiefland | | | X | | |
| CFVLMSMA | Coffeeville | | | X | | |
| CHAPSCCL | Chapin-Little Mtn. | | | X | | |
| CHBGALMA | Childersburg | | | X | | |
| CHBYLAMA | Chackbay | | | X | | |
| CHLSALMA | Chelsea | | | X | | |
| CHMBGAMA | Chamblee | X | | X | | |
| CHNMSSU | Chunky | | | X | X | |
| CHPLFLJA | Chipley | | | X | | |
| CHPLKYMA | Chaplin | | | X | | |
| CHRLNCBO | South Blvd. | X | | X | | |
| CHRLNCCA | Caldwell Street | X | | | | |
| CHRLNCCE | Central Avenue | | | | X | X |
| CHRLNCCR | Carmel | | | X | | |
| CHRLNCDE | Derita | X | | X | | |
| CHRLNCER | Erwin Road | | | X | | |
| CHRLNCLP | Lake Pointe | X | | | | |
| CHRLNCMI | Mint Hill | | | X | | |
| CHRLNCOD | Charlotte-Douglas | | | X | | |
| CHRLNCRE | Reid | X | | | | |
| CHRLNCSH | Sharon Amity | X | | | | |
| CHRLNCTH | Thomasboro | | | X | | |
| CHRLNCUN | University Park | X | | | | |
| CHRLTNMT | Charlotte | | | X | | |

Exhibit 1

Wirecenter Listings

for Non-Impairment Thresholds

FCC WC Docket No. 04-313.
BellSouth Telecommunications, Inc.
Filing Date: 02-18-05

| WC ID | WC Name | Interoffice Transport | | | High Capacity Loops | |
|----------|-----------------------------|-----------------------|--------|--------|-----------------------|-----------------------|
| | | Tier 1 | Tier 2 | Tier 3 | No Impairment for DS3 | No Impairment for DS1 |
| CHRWSCS | Cheraw | | | X | | |
| CHTGTNBR | Chattanooga-Brainerd | | X | | | |
| CHTGTNDT | Chattanooga-Dodds Ave | | X | | | |
| CHTGTNHT | Chattanooga-Harrison | | | X | | |
| CHTGTNMV | Chattanooga-Middle Valley | | | X | | |
| CHTGTNNS | Chattanooga-Ninth Street | X | | | | |
| CHTGTNRB | Chattanooga-Redbank | | | X | | |
| CHTGTNRO | Chattanooga-Rossville | | | X | | |
| CHTGTNSE | Chattanooga-St Elmo | | | X | | |
| CHTGTNSM | Chattanooga-Signal Mountain | | | X | | |
| CHTNMSMA | Charleston | | | X | | |
| CHTNSCDP | Deer Park | | | X | | |
| CHTNSCDT | Charleston | X | | | | |
| CHTNSCJM | James Island | | | X | | |
| CHTNSCJN | Johns Island | | | X | | |
| CHTNSCLB | Lambs | | | X | | |
| CHTNSCNO | Charleston North | | X | | | |
| CHTNSCWA | West Ashley | | | X | | |
| CHTNTNMT | Charleston | | | X | | |
| CHVLCCE | Cherryville | | | X | | |
| CLANALMA | Clanton | | | X | | |
| CLAYKYMA | Clay | | | X | | |
| CLDGTNMA | Cumberland Gap | | | X | | |
| CLDNMSMA | Caledonia | | | X | | |
| CLEVMSMA | Cleveland | | | X | | |
| CLEVNCMA | Cleveland | | | X | | |
| CLEVTNMA | Cleveland | | | X | | |
| CLFXLAMA | Colfax | | | X | | |
| CLHNGAES | Calhoun | | | X | | |
| CLHNKYMA | Calhoun | | | X | | |
| CLHNLAMA | Calhoun | | | X | | |
| CLIOSCMA | Clio | | | X | | |
| CLMALAMA | Columbia | | | X | | |
| CLMAMSMA | Columbia | | | X | | |
| CLMASCAR | Arden | | | X | | |
| CLMASCBQ | Beckman Rd. | | | X | | |
| CLMASCCH | Camden Highway | | | X | | |
| CLMASCDF | Dutch Fork | | | X | | |
| CLMASCPA | Parklane Remote | | | X | | |
| CLMASCSA | St. Andrews | X | | | | |
| CLMASCSB | South Congaree | | | X | | |
| CLMASCSH | Sumter Highway | | | X | | |
| CLMASCSN | Senate Street | X | | | | |
| CLMASCSU | Sunset | | | X | X | X |
| CLMASCSW | Swift | | | X | | |
| CLMATNMA | Columbia Main | | | X | | |
| CLMBALMA | Columbiana | | | X | | |
| CLMBGABV | Baker Village | | | X | | |

Exhibit 1 Wirecenter Listings for Non-Impairment Thresholds

FCC WC Docket No. 04-313.
BellSouth Telecommunications, Inc.
Filing Date: 02-18-05

| WC CLI | WC Name | Interoffice Transport | | | High Capacity Loops | |
|-----------|----------------------|-----------------------|--------|--------|-----------------------|-----------------------|
| | | Tier 1 | Tier 2 | Tier 3 | No Impairment for DS3 | No Impairment for DS1 |
| CLMBGAMT | Columbus Main | X | | | | |
| CLMBGAMW | Meadow Wood | | | | | |
| CLMBMSMA | Columbus | | | X | | |
| CLMNALFA | Cullman-Fairview | | | X | | |
| CLMNALJC | Cullman-Jones Chapel | | | X | | |
| CLMNALMA | Cullman-Main | | | X | | |
| CLMTGAMA | Clermont | | | X | | |
| CLMTNCMA | Claremont | | | X | | |
| CLNSMSMA | Collins | | | X | | |
| CLPTKYMA | Cloverport | | | X | | |
| CLQTGAES | Colquitt | | | X | | |
| CLSNSCMA | Clemson | | | X | | |
| CLTNKYES | Clinton | | | X | | |
| CLTNLAMA | Clinton | | | X | | |
| CLTNSCMA | Clinton | | | X | | |
| CLTNTNMA | Clinton | | | X | | |
| CLVLTNMA | Clarksville Main | | | X | | |
| CLVRSCES | Clover | | | X | | |
| CLYDNCMA | Clyde | | | X | | |
| CMBGKYMA | Campbellsburg | | | X | | |
| CMCYTNMT | Cumberland City | | | X | | |
| CMDNSCLG | Lugoff | | | X | | |
| CMDNSCMA | Camden | | | X | | |
| CMDNTNMA | Camden | | | X | | |
| CMLLGAMA | Camilla | | | X | | |
| CMNGGAMA | Cumming | | | X | | |
| CNCRGAMA | Concord | | | X | | |
| CNCYKYMA | Central City | | | X | | |
| CNHMTNMA | Cunningham | | | X | | |
| CNTMFLLE | Cantonment | | | X | | |
| CNTNKYMA | Canton | | | X | | |
| CNTNMSMA | Canton | | | X | | |
| CNTNNCMA | Canton Main | | | X | | |
| CNTWKYMA | Centertown | | | X | | |
| CNVIALMA | Centreville | | | X | | |
| CNVIMSMA | Centreville | | | X | | |
| CNVLLAMA | Centerville | | | X | | |
| CNVLTNMA | Centerville | | | X | | |
| CNVNLAMA | Convent | | | X | | |
| CNVRLAMA | Converse | | | X | | |
| CNYRGAMA | Conyers | | | X | | |
| COCOFLMA | Cocoa Main | | | X | | |
| COCOFLME | Merritt Island | X | | | | |
| COMOMMSMA | Como | | | X | | |
| CORDGAMA | Cordele | | | X | | |
| COTNKYMA | Crofton | | | X | | |
| COVLMSSU | Collinsville | | | X | | |
| CPHLNCRO | Rosemary | X | | X | | |
| | | | | | X | |

Exhibit 1

Wirecenter Listings

for Non-Impairment Thresholds

FCC WC Docket No. 04-313.
BellSouth Telecommunications, Inc.
Filing Date: 02-18-05

| WC OL LI | WC Name | Interoffice Transport | | | High Capacity Loops | |
|----------|---------------------|-----------------------|--------|--------|-----------------------|-----------------------|
| | | Tier 1 | Tier 2 | Tier 3 | No Impairment for DS3 | No Impairment for DS1 |
| CRBHNCCE | Carolina Beach | | | X | | |
| CRBNKYMA | Corbin | | | X | | |
| CRBOKYMA | Crab Orchard | | | X | | |
| CRDVALMA | Cordova | | | X | | |
| CRHLALNM | Carbon Hill | | | X | | |
| CRHLTNCB | Copper Hill | | | X | | |
| CRLDALMA | Courtland | | | X | | |
| CRLNNCMA | Caroleen | | | X | | |
| CRLSKYMA | Carlisle | | | X | | |
| CRNCLAMA | Carencro | | | X | | |
| CRNSMSMA | Crenshaw | | | X | | |
| CRNTMSMA | Corinth | | | X | | |
| CRPLTNMA | Cross Plains-Orinda | | | X | | |
| CRSPMSMA | Crystal Springs | | | X | | |
| CRTHMSMA | Carthage | | | X | | |
| CRTHTNMA | Carthage | | | X | | |
| CRTNGAMA | Carrollton | | | X | | |
| CRTNKYMA | Carrollton | | | X | | |
| CRTNMSMA | Carrollton | | | X | | |
| CRVLGAMA | Cartersville | | | X | | |
| CRVLTNMA | Collierville | | | X | | |
| CRWYLAMA | Crowley | | | X | | |
| CSCYFLBA | Cross City | | | X | | |
| CSDLMSMA | Clarksdale | | | X | | |
| CSHTLAMA | Coushatta | | | X | | |
| CSHYNCMA | Castle Hayne | | | X | | |
| CSSTGAMA | Cusseta | | | X | | |
| CSVLMSSU | Causeyville | | | X | | |
| CTRNALNM | Citronelle | | | X | | |
| CULKTNMA | Culleoka | | | X | | |
| CVSPGAMA | Cave Spring | | | X | | |
| CVTNGAMT | Covington | | | X | | |
| CVTNLAMA | Covington | | | X | | |
| CVTNTNMT | Covington | | | X | | |
| CWPNSCMA | Cowpens | | | X | | |
| CWVLLAMA | Crowville | | | X | | |
| CXTNGAMA | Claxton | | | X | | |
| CYDNKYMA | Corydon | | | X | | |
| CYNTKYMA | Cynthiana | | | X | | |
| CYTNALMA | Clayton | | | X | | |
| DAVLKYMA | Danville | | | X | | |
| DBCHLAMA | Dubach | | | X | | |
| DBLNGAMA | Dublin | | | X | | |
| DBRYFLDL | Deltona | | | X | | |
| DBRYFLMA | Debary Main | | | X | | |
| DCHLMSMA | Duck Hill | | | X | | |
| DCTRALMT | Decatur-Main&Toll | | | X | | |
| DCTRNTMT | Decatur | | | X | | |

Exhibit 1

Wirecenter Listings

for Non-Impairment Thresholds

FCC WC Docket No. 04-313.
BellSouth Telecommunications, Inc.
Filing Date: 02-18-05

| WC CLI | WC Name | Interoffice Transport | | | High Capacity Loops | |
|-----------|--------------------|-----------------------|--------|--------|-----------------------|-----------------------|
| | | Tier 1 | Tier 2 | Tier 3 | No Impairment for DS3 | No Impairment for DS1 |
| DDVLALMA | Dadeville | | | X | | |
| DELDFLMA | Deland | | | X | | |
| DELHLAMA | Delhi | | | X | | |
| DDFEMSMA | Duffee | | | X | | |
| DGVLGAMA | Douglasville | | | X | | |
| DIXNKYMA | Dixon | | | X | | |
| DKLBMSMA | Dekalb | | | X | | |
| DKSNTNMT | Dickson | | | X | | |
| DLBHFLKP | Kings Point | | | X | | |
| DLBHFLMA | Delray Beach | | X | X | | |
| DLCXLAMA | Delacroix | | | X | | |
| DLNLSMA | Dillon | | | X | | |
| DLLSGAES | Dallas | | | X | | |
| DLSPFLMA | Deleon Springs | | | X | | |
| DLTHGAHS | Duluth | X | | X | | |
| DMPLALMA | Demopolis | | | X | | |
| DNCNMSMA | Duncan | | | X | | |
| DNLNFWLM | Dunnellon | | | X | | |
| DNMKSCES | Denmark | | | X | | |
| DNRGTNMA | Dandridge | | | X | | |
| DNSPLAMA | Denham Springs | | | X | | |
| DNVLLAMA | Donaldsonville | | | X | | |
| DNVRNCMA | Denver | | | X | | |
| DNWDGAMA | Dunwoody | X | | X | | |
| DORALMA | Dora | | | | X | X |
| DOVRTNMT | Dover | | | X | | |
| DRBHFLMA | Deerfield Beach | | X | X | | |
| DRBOKYES | Drakesboro | | | X | | |
| DRDRLAMA | Deridder | | | X | | |
| DREWMSMA | Drew | | | X | | |
| DRNTMSMA | Durant | | | X | | |
| DRPGLAMA | Dry Prong | | | X | | |
| DRTNSCMA | Darlington | | | X | | |
| DULCLAMA | Dulac | | | X | | |
| DUSNLAMA | Duson | | | X | | |
| DVSNNCPO | Davidson | | | X | | |
| DWSPKYES | Dawson Springs | | | X | | |
| DYBGTNMA | Dyersburg | | | X | | |
| DYBHFLFN | Fentress | | | X | | |
| DYBHFLMA | Daytona Beach Main | X | | X | | |
| DYBHFLOB | Ormond Beach | | | | X | |
| DYBHFLOS | Ocean Shores | | | X | | |
| DYBHFLOPO | Port Orange | | | X | | |
| DYERTNMT | Dyer | | | X | | |
| DYLNALMA | Doyline | | | X | | |
| DYTNNTNMA | Dayton | | | X | | |
| EAVLTNMA | Eagleville | | | X | | |
| EBTNGAMA | Elberton | | | X | | |

Exhibit 1 Wirecenter Listings for Non-Impairment Thresholds

FCC WC Docket No. 04-313.
BellSouth Telecommunications, Inc.
Filing Date: 02-18-05

| WC ID | WC Name | Interoffice Transport | | | High Capacity Loops | |
|----------|---------------------------|-----------------------|--------|--------|-----------------------|-----------------------|
| | | Tier 1 | Tier 2 | Tier 3 | No Impairment for DS3 | No Impairment for DS1 |
| EDBHSCMA | Edisto Island | | | X | | |
| EDFDSCMA | Edgefield | | | X | | |
| EDGRLAMA | Edgard | | | X | | |
| EDVLKYMA | Eddyville | | | X | | |
| EDWRMSDS | Edwards | | | X | | |
| EGLFLBGO | Bowe Gardens | | | X | | |
| EGLFLIH | Indian Harbor Beach W. C. | | | X | | |
| EKTNKYMA | Elkton | | | X | | |
| ELBONCMA | Ellenboro | | | X | | |
| ELCYKYES | Elkhorn City | | | X | | |
| ELVLSMA | Ellisville | | | X | | |
| EMNKNYES | Eminence | | | X | | |
| EMNKNYPL | Eminence-Pleasureville | | | X | | |
| ENKANCMA | Enka | | | X | | |
| ENSRKYMA | Ensor | | | X | | |
| ENTRMSMA | Enterprise | | | X | | |
| EORNFLMA | East Orange | | | X | | |
| EOVRSCMA | Eastover | | | X | | |
| EPPSLAMA | Epps | | | X | | |
| ERTHLAMA | Erath | | | X | | |
| ERTNKYMA | Earlington | | | X | | |
| ESLYSCMA | Easley | | | X | | |
| ESMNGAES | Eastman | | | X | | |
| ETHLMSMA | Ethel | | | X | | |
| ETTNGAES | Eaton | | | X | | |
| ETWHTNMT | Etowah | | | X | | |
| EUFLALMA | Eufaula | | | X | | |
| EUNCLAMA | Eunice | | | X | | |
| EUPRMSFA | Eupora | | | X | | |
| EUTWALBO | Eutaw-Bolgee | | | X | | |
| EUTWALMA | Eutaw-Main | | | X | | |
| EVRGALMA | Evergreen | | | X | | |
| FAMTNCMA | Fairmont | | | X | | |
| FDCKKYES | Fedscreek | | | X | | |
| FDVLKYMA | Fordsville | | | X | | |
| FEBRKYMA | Freeburn | | | X | | |
| FIVLTNMA | Maryville-Friendsville | | | X | | |
| FKLNGAMA | Franklin | | | X | | |
| FKLNKYMA | Franklin | | | X | | |
| FKLNLAMA | Franklin | | | X | | |
| FKLNTNCC | Cool Springs | | | X | | |
| FKLNTNMA | Franklin | | | X | | |
| FKTNLAMA | Franklinton | | X | | | |
| FLBHFLMA | Flagler Beach | | | X | | |
| FLBHSCMA | Folly Beach | | | X | | |
| FLBRGAMA | Flowery Branch | | | X | | |
| FLORMSMA | Flora | | | X | | |
| FLRNALMA | Florence-Main | | | X | | |

Exhibit 1

Wirecenter Listings

for Non-Impairment Thresholds

FCC WC Docket No. 04-313.
BellSouth Telecommunications, Inc.
Filing Date: 02-18-05

| WC CLL | WC Name | Interoffice Transport | | | High Capacity Loops | |
|----------|-------------------------|-----------------------|--------|--------|-----------------------|-----------------------|
| | | Tier 1 | Tier 2 | Tier 3 | No Impairment for DS3 | No Impairment for DS1 |
| FLRNLAMA | Florien | | | X | | |
| FLRNSCMA | Florence | | X | | | |
| FLSMLAMA | Folsom | | | X | | |
| FLTNYMA | Fulton | | | X | | |
| FLVLTNMA | Flintville | | | X | | |
| FMTNALMT | Flomaton | | | X | | |
| FNINSCES | Fountain Inn | | | X | | |
| FNVLKYMA | Finchville | | | X | | |
| FNVLSCMA | Fingerville | | | X | | |
| FORDKYMA | Ford | | | X | | |
| FORSMSMA | Forest | | | X | | |
| FRBHFLFP | Fernandina Beach | | | X | | |
| FRBNGAEB | Fairburn | | | X | | |
| FRCYNCCE | Forest City | | | X | | |
| FRDNKYMA | Fredonia | | | X | | |
| FRDNTNMA | Fredonia | | | X | | |
| FRDYLAMA | Ferriday | | | X | | |
| FRFTKYES | Frankfort East | | | X | | |
| FRFTKYMA | Frankfort Main | | | X | | |
| FRHPALMA | Fairhope | | | X | | |
| FRPNMSMA | Friars Point | | | X | | |
| FRSYGAMA | Forsyth | | | X | | |
| FRVLLADV | Farmerville-Downsville | | | X | | |
| FRVLLAMA | Farmerville-Main | | | X | | |
| FRVWNCMA | Fairview | | | X | | |
| FRVWTNMT | Fairview | | | X | | |
| FTDPALMA | Fort Deposit | | | X | | |
| FTGRFLMA | Ft. George | | | X | | |
| FTLDFLAP | Ft. Ldl. Airport Remote | | | X | | |
| FTLDFLCR | Coral Ridge | X | | | | |
| FTLDFLCY | Cypress | X | | | | |
| FTLDFLJA | Jacaranda | X | | | | |
| FTLDFLMR | Ft. Laud. Main | X | | | | |
| FTLDFLQA | Oakland | X | | | X | X |
| FTLDFLPL | Plantation | X | | | | |
| FTLDFLSG | Sawgrass | | | X | | |
| FTLDFLSU | Sunrise | | | X | | |
| FTLDFLWN | Weston | | | X | | |
| FTNCLAMA | Fort Necessity | | | X | | |
| FTPRFLMA | Fort Pierce | | X | | | |
| FTPYALMA | Fort Payne-Main | | | X | | |
| FTVYGAMA | Ft. Valley | | | X | | |
| FYTTMSMA | Fayette | | | X | | |
| FYVLGASG | Fayetteville | | | X | | |
| FYVLTNMA | Fayetteville | | | X | | |
| GALLTNMA | Gallatin | | | X | | |
| GAY-GAMA | Gay | | | X | | |
| GBLDLAMN | Gibbsland | | | X | | |

Exhibit 1 Wirecenter Listings for Non-Impairment Thresholds

FCC WC Docket No. 04-313.
BellSouth Telecommunications, Inc.
Filing Date: 02-18-05

| WC CLI | WC Name | Interoffice Transport | | | High Capacity Loops | |
|----------|-----------------------|-----------------------|--------|--------|-----------------------|-----------------------|
| | | Tier 1 | Tier 2 | Tier 3 | No Impairment for D83 | No Impairment for D81 |
| GBSNGAES | Gibson | | | X | | |
| GBSNLAMA | Gibson | | | X | | |
| GBSNNCMA | Gibson | | | X | | |
| GBSNTNMT | Gibson | | | X | | |
| GBVLKYMA | Gilbertsville | | | X | | |
| GCSPFLCN | Green Cove Springs | | | X | | |
| GCVLFLMA | Graceville | | | X | | |
| GDJTTNMA | Grand Junction | | | X | | |
| GDMNMSMA | Goodman | | | X | | |
| GDSDALHS | Gadsden-Hillside | | | X | | |
| GDSDALMT | Gadsden-Main&Toll | | | X | | |
| GDSDALRD | Gadsden-Rainbow Drive | | | X | | |
| GDVLTNMA | Goodlettsville | | | X | | |
| GDWRALMA | Goodwater | | | X | | |
| GENVFLMA | Geneva | | | X | | |
| GFNYSCMA | Gaffney | | | X | | |
| GHNTKYMA | Ghent | | | X | | |
| GIVLSCMA | Graniteville | | | X | | |
| GLBONCAD | Adamsville | | | X | | |
| GLBONCMA | N. William | | | X | | |
| GLBRFLMC | Gulf Breeze | | | X | | |
| GLPTMSLY | Gulfport-Lyman | | | X | | |
| GLPTMSTS | Gulfport-22Nd Ave | | | X | | |
| GLSNTNMA | Gleason | | | X | | |
| GLSTMSMA | Gloster | | | X | | |
| GNBOALMA | Greensboro | | | X | | |
| GNBOGAES | Greensboro | | | X | | |
| GNBONCAP | Airport | | | X | | |
| GNBONCAS | Asheland | X | | | | |
| GNBONCEU | Eugene St. | X | | | X | |
| GNBONCHO | Mt. Hope Church | | | | X | X |
| GNBONCLA | Lawndale | | | X | | |
| GNBONCMC | Mcknight | | | X | | |
| GNBONCPG | Pleasant Garden | | | X | | |
| GNBRTNMA | Greenbrier | | | X | | |
| GNFDTNMT | Greenfield | | | X | | |
| GNHMNCMA | Grantham | | | X | | |
| GNSNMSMA | Gunnison | | | X | | |
| GNVLGAMA | Greenville | | | X | | |
| GNVLKYMA | Greenville | | | X | | |
| GNVLSMA | Greenville | | | X | | |
| GNVLSMBE | Berea | | | X | | |
| GNVLSCHH | Churchill | | | X | | |
| GNVLSCCR | Crestwood | | | X | | |
| GNVLSCDT | Greenville | X | | X | | |
| GNVLSWE | Greenville West | | | | X | X |
| GNVLSWCP | Ware Place | | | X | | |
| GNVLSWCR | Woodruff | | X | X | | |

Exhibit 1 Wirecenter Listings for Non-Impairment Thresholds

FCC WC Docket No. 04-313.
BellSouth Telecommunications, Inc.
Filing Date: 02-18-05

| WC ID | WC Name | Interoffice Transport | | | High Capacity Loops | |
|----------|-------------------|-----------------------|--------|--------|-----------------------|-----------------------|
| | | Tier 1 | Tier 2 | Tier 3 | No Impairment for DS3 | No Impairment for DS1 |
| GNWDLAMA | Greenwood | | | X | | |
| GNWDMSMA | Greenwood | | | X | | |
| GRACKYMA | Gracey | | | X | | |
| GRCNLAMA | Grand Cane | | | X | | |
| GRDLALNM | Gardendale | | | X | | |
| GRERSCMA | Greer | | | X | | |
| GRFNGAMA | Griffin | | | X | | |
| GRLYALMA | Gurley-Main | | | X | | |
| GRNBTNMA | Greenback | | | X | | |
| GRNDMSMA | Grenada | | | X | | |
| GRNGLAMA | Grambling | | | X | | |
| GRTWKYMA | Georgetown | | | X | | |
| GRTWLAMA | Georgetown | | | X | | |
| GRVRNCMA | Grover | | | X | | |
| GSTANCSO | Dallas | | | X | | |
| GSTANCSO | South St. | | | X | | |
| GSVFLMA | Gainesville Main | X | X | | | |
| GSVFLNW | Gainesville Nw | | | | X | X |
| GSVLGAMA | Gainesville | | | X | | |
| GTBGTNMT | Gatlinburg | | X | | | |
| GTHRKYMA | Guthrie | | | X | | |
| GTVLALNM | Guntersville-Main | | | X | | |
| GTVLGAMA | Grantville | | | X | | |
| GTWDNCMA | Gatewood | | | X | | |
| GTWSTNSW | Memphis-Southwind | | | X | | |
| GYDNLAMA | Gueydan | | | X | | |
| GYVLALNM | Graysville | | | X | | |
| HABTKYMA | Habit | | | X | | |
| HANSKYMA | Hanson | | | X | | |
| HAVNFLMA | Havana | | | X | | |
| HBSDFLMA | Hobe Sound | | | X | | |
| HBVLKYMA | Hebbardsville | | | X | | |
| HCGVSCMA | Hickory Grove | | | X | | |
| HCMNKYMA | Hickman | | | X | | |
| HDBGKYMA | Harrodsburg | | | X | | |
| HDLBMSMA | Heidelberg | | | X | | |
| HDVLTNMA | Hendersonville | | | X | | |
| HGTNLAKN | Haughton-Koran | | | X | | |
| HGTNLAMA | Haughton-Main | | | X | | |
| HGVLGAMA | Hogansville | | | X | | |
| HHNWTNMA | Hohenwald | | | X | | |
| HIMNTNMA | Harriman | | | X | | |
| HLLSTNMT | Halls | | | X | | |
| HLNVFLMA | Holly Navarre | | | X | | |
| HLSPMSMA | Holly Springs | | | X | | |
| HLVIALMA | Holtville | | | X | | |
| HLWDFLHA | Hallandale | | | X | | |
| HLWDFLMA | Hollywood Main | | X | X | | |

Exhibit 1 Wirecenter Listings for Non-Impairment Thresholds

FCC WC Docket No. 04-313.
BellSouth Telecommunications, Inc.
Filing Date: 02-18-05

| WC ID | WC Name | Interoffice Transport | | | High Capacity Loops | |
|----------|-----------------------------|-----------------------|--------|--------|-----------------------|-----------------------|
| | | Tier 1 | Tier 2 | Tier 3 | No Impairment for DS2 | No Impairment for DS1 |
| HLWDFLPE | Pembroke-431 Hw | X | | | X | |
| HLWDFLWH | West Hollywood | X | | | | |
| HMBLTNMA | Humboldt | | | | | |
| HMLTNCMA | Hamlet | | | X | | |
| HMNDLAMA | Hammond | | | X | | |
| HMPNGAJW | Hampton | | | X | | |
| HMPSTNMA | Hampshire | | | X | | |
| HMSTFLEA | Villages Homestead | | | X | | |
| HMSTFLHM | Homestead | | | X | | |
| HMSTFLNA | Naranja | | | X | | |
| HMTNGAMA | Hamilton | | | X | | |
| HMTNMSSU | Hamilton | | | X | | |
| HNLDTNMA | Huntland | | | X | | |
| HNNGTNMA | Henning | | | X | | |
| HNPSCMA | Honea Path | | | X | | |
| HNSNKYMA | Henderson | | | X | | |
| HNSNTNMT | Henderson | | | X | | |
| HNTGTNMA | Huntingdon | | | X | | |
| HNVALW | Huntsville-Lakewood | | | X | | |
| HNVALMT | Huntsville-Main&Toll | | | X | | |
| HNVALPW | Huntsville-Parkway | | X | | | |
| HNVALRA | Huntsville-Redstone Arsenal | | | X | | |
| HNVALRW | Huntsville Research West | | X | | | |
| HNVALUN | Huntsville-University | | | X | | |
| HNVALBR | Hanceville-Bremen | | | X | | |
| HNVALNM | Hanceville-Main | | | X | | |
| HNVLNCH | North Church | | | X | | |
| HNVLNCE | Edneyville | | | X | | |
| HNVLNCMI | Mills River | | | X | | |
| HODLMSMA | Hollandale | | | X | | |
| HOMRLAMA | Homer | | | X | | |
| HOURLAMA | Houma | | | X | | |
| HPHZGAES | Hepzibah | | | X | | |
| HPVLKYMA | Hopkinsville | | | X | | |
| HPVLMSSU | Harperville | | | X | | |
| HRBGKYES | Hardinsburg | | | X | | |
| HRBGLAMA | Harrisonburg | | | X | | |
| HRBOALOM | Hurtsboro | | | X | | |
| HRFRKYMA | Hartford | | | X | | |
| HRFRTNMA | Newport-Hartford | | | X | | |
| HRLMGAMA | Harlem | | | X | | |
| HRLNKYMA | Harlan | | | X | | |
| HRLYMSMA | Hurley | | | X | | |
| HRNBLAMA | Hornbeck | | | X | | |
| HRNBTNMT | Hornbeak | | | X | | |
| HRNNMSDS | Hernando | | | X | | |
| HRTSALNM | Hartselle-Main | | | X | | |
| HRTSALPE | Hartselle-Pence | | | X | | |

Exhibit 1

Wirecenter Listings

for Non-Impairment Thresholds

FCC WC Docket No. 04-313.
BellSouth Telecommunications, Inc.
Filing Date: 02-18-05

| WC ID | WC Name | Interoffice Transport | | | High Capacity Loops | |
|----------|-----------------------------|-----------------------|--------|--------|-----------------------|-----------------------|
| | | Tier 1 | Tier 2 | Tier 3 | No Impairment for DS3 | No Impairment for DS1 |
| HSTNMSMA | Houston | | | X | | |
| HSVLCCE | Huntersville | | | X | | |
| HTBGMSMA | Hattiesburg-Main | | X | | | |
| HTBGMSWE | Hattiesburg-West | | | | | |
| HTISFLMA | Hutch Is-Jen Bch-225,334 | | | X | | |
| HTVLSMA | Hartsville | | | X | | |
| HTVLTNMA | Hartsville | | | X | | |
| HWTHFLMA | Hawthorne | | | X | | |
| HWVLKYMA | Hawesville | | | X | | |
| HYVLLAMA | Haynesville | | | X | | |
| HZGRALMA | Hazel Green-Main | | | X | | |
| HZLHGAMA | Hazelhurst | | | X | | |
| HZLHMSMA | Hazelhurst | | | X | | |
| INDNMSMA | Indianola | | | X | | |
| INDPLAMA | Independence | | | X | | |
| INDPMSSU | Independence | | | X | | |
| INEZKYMA | Inez | | | X | | |
| INVRMSMA | Inverness | | | X | | |
| ISLDKYMA | Island | | | X | | |
| ISLMFLMA | Islamorada | | | X | | |
| ISPLSCIS | Isle Of Palms | | | X | | |
| ITBNMSMA | Itta Bena | | | X | | |
| IUKAMSES | Iuka | | | X | | |
| JAY-FLMA | Jay | | | X | | |
| JCBHFLAB | Jax Beach Atlantic | | | X | | |
| JCBHFLMA | Jkvl. Beach | | | X | | |
| JCBHFLSP | Jax Beach San Pablo | | | X | | |
| JCSNALNM | Jackson | | | X | | |
| JCSNGAMA | Jackson | | | X | | |
| JCSNKYMA | Jackson | | | X | | |
| JCSNLAMA | Jackson | | | X | | |
| JCSNMSBL | Jackson-Belvedere | | | X | | |
| JCSNMSCB | Clinton - Clinton Boulevard | | | X | | |
| JCSNMSCP | Jackson-Capitol Pearl | X | | | X | X |
| JCSNMSMB | Jackson-Meadowbrook | | X | | | |
| JCSNMSNR | Jackson-North Rankin | | | X | | |
| JCSNMSPC | Jackson-Pearl City | | | X | | |
| JCSNMSRW | Jackson-Rdgewood Road | | | X | | |
| JCSNTNMA | Jackson-Main | | | X | | |
| JCSNTNNS | Jackson-Northside | | | X | | |
| JCVLALMA | Jacksonville-Main | | | X | | |
| JCVLFLAR | Arlington | X | | | | |
| JCVLFLBW | Beachwood | | X | | | |
| JCVLFLCL | Clay | X | | | | |
| JCVLFLFC | Fort Caroline | | | X | X | X |
| JCVLFLIA | Airport Rsc | | | X | | |
| JCVLFLJT | South Point Rsm | | | X | | |
| JCVLFLLF | Lake Forest | | | X | | |

Exhibit 1

Wirecenter Listings

for Non-Impairment Thresholds

FCC WC Docket No. 04-313.
BellSouth Telecommunications, Inc.
Filing Date: 02-18-05

| WC ID | WC Name | Interoffice Transport | | | High Capacity Loops | |
|----------|-------------------------|-----------------------|--------|--------|-----------------------|-----------------------|
| | | Tier 1 | Tier 2 | Tier 3 | No Impairment for DS3 | No Impairment for DS1 |
| JCVLFLNO | Normandy | | | X | | |
| JCVLFLOW | Oceanway | | | X | | |
| JCVLFLRV | Riverside | | | X | | |
| JCVLFLSJ | San Jose | X | | | | |
| JCVLFLSM | San Marco | X | | | | |
| JCVLFLWC | Wascorncott | | | X | | |
| JESPGAES | Jesup | | | X | | |
| JFCYTNMA | Jefferson City | | | X | | |
| JHCRGAES | Johnson Corner | | | X | | |
| JHTNSCMA | Johnston | | | X | | |
| JKISGAMA | Jekyll Island | | | X | | |
| JLLCTNMA | Jellico | | | X | | |
| JNBOGAMA | Jonesboro | | | X | | |
| JNBOLAMA | Jonesboro | | | X | | |
| JNCYKYMA | Junction City | | | X | | |
| JNGSLAMA | Jennings | | | X | | |
| JNRTLAMA | Jeanerette | | | X | | |
| JNTWMSMA | Jonestown | | | X | | |
| JNVLLAMA | Jonesville | | | X | | |
| JNVLSCMA | Jonesville | | | X | | |
| JONNSCES | Joanna | | | X | | |
| JPTRFLMA | Jupiter | | | X | | |
| JSBNLAMA | Jesuit Bend | | | X | | |
| JSPRALMT | Jasper | | | X | | |
| JSPRTNMT | Jasper | | | X | | |
| JULNNCMA | Julian | | | X | | |
| KGMTNCMA | Kings Mountain | | | X | | |
| KGTNGAMA | Kingston | | | X | | |
| KGTNTNMT | Kingston | | | X | | |
| KKVLKYMA | Kirksville | | | X | | |
| KLLNALMA | Killen | | | X | | |
| KLMCMSMA | Kilmichael | | | X | | |
| KNDLNCE | Knightdale | | | X | | |
| KNNRLABR | Kenner-Briarwood | | X | | | |
| KNNRLAHN | Kenner-Harahan | | | X | | |
| KNTNTNMA | Kenton | | | X | | |
| KNVLTNBE | Knoxville-Bearden | | | X | | |
| KNVLTNFC | Knoxville-Fountain City | | | X | | |
| KNVLTNMA | Knoxville-Main | X | | | | |
| KNVLTNWH | Knoxville-West Hills | | | X | X | |
| KNVLTNYH | Knoxville-Young High | | | X | | |
| KNWDLAMA | Kentwood | | | X | | |
| KRSPLAMA | Krotz Springs | | | X | | |
| KSCSMSMA | Kosciusko | | | X | | |
| KTCHLAMA | Keatchie | | | X | | |
| KTVLLAMA | Keithville | | | X | | |
| KYHGFLMA | Keystone | | | X | | |
| KYLRFLLS | Largo Sound | | | X | | |

Exhibit 1

Wirecenter Listings

for Non-Impairment Thresholds

FCC WC Docket No. 04-313.
BellSouth Telecommunications, Inc.
Filing Date: 02-18-05

| WC OLI | WC Name | Interoffice Transport | | | High Capacity Loops | |
|----------|--------------------------|-----------------------|--------|--------|-----------------------|-----------------------|
| | | Tier 1 | Tier 2 | Tier 3 | No Impairment for DS3 | No Impairment for DS1 |
| KYLRFLMA | Key Largo | | | X | | |
| KYWSFLMA | Key West | | | X | | |
| LAKEMSMA | Lake | | | X | | |
| LARLMSMA | Laurel | | | X | | |
| LATTSCLS | Latta | | | X | | |
| LBTKYMA | Lebanon Junction | | | X | | |
| LBNNTNMA | Lebanon | | | X | | |
| LBRTMSMA | Liberty | | | X | | |
| LBRTSCMA | Liberty | | | X | | |
| LBVLLAMA | Labadville | | | X | | |
| LCDLMSMA | Lucedale | | | X | | |
| LCMBLAMA | Lacombe | | | X | | |
| LCMPLAMA | Lecompte | | | X | | |
| LCPTLAMA | Lockport | | | X | | |
| LCSRNCMA | Leicester | | | X | | |
| LCSTNCMA | Locust | | | X | | |
| LELDMSMA | Leland | | | X | | |
| LENAMSSU | Lena | | | X | | |
| LENRNCHA | Harper Avenue | | | X | | |
| LENRNCHU | Hudson | | | X | | |
| LELYGAMA | Leary | | | X | | |
| LEVLLABF | Leesville Burr Ferry | | | X | | |
| LEVLLAFP | Leesville Fort Polk | | | X | | |
| LEVLLAMA | Leesville Main | | | X | | |
| LEVLLASN | Leesville Simpson | | | X | | |
| LFLTINMA | Lafollette | | | X | | |
| LFTTLAMA | Lafitte | | | X | | |
| LFYTALRS | Lafayette | | | X | | |
| LFYTKYMA | Lafayette | | | X | | |
| LFYTLAMA | Lafayette Main | X | | X | | |
| LFYTLAVM | Lafayette Vermillion | | | X | | |
| LGPTLAMA | Logansport | | | X | | |
| LGRNGAMA | Lagrange | | | X | | |
| LGRNKYES | Lagrange | | | X | | |
| LGTNALMA | Leighton | | | X | | |
| LGVLGACS | Loganville | | | X | | |
| LKARLAMA | Lake Arthur | | | X | | |
| LKCHLADT | Lake Charles Main | | X | | | |
| LKCHLAMB | Lake Charles Moss Bluff | | | X | | |
| LKCHLAMW | Lake Charles - Maplewood | | | X | | |
| LKCHLAUN | Lake Charles University | | | X | | |
| LKCTLAMA | Lake Catherine | | | X | | |
| LKCYFLMA | Lake City | | | X | | |
| LKCYTNMA | Lake City | | | X | | |
| LKLRNCCE | Lake Lure | | | X | | |
| LKMRFLHE | Lake Mary | | | X | | |
| LKPKGAMA | Lake Park | | | X | | |
| LKPRLAAL | Lake Providence-Alsatia | | | X | | |

Exhibit 1 **Wirecenter Listings** **for Non-Impairment Thresholds**

FCC WC Docket No. 04-313.
BellSouth Telecommunications, Inc.
Filing Date: 02-18-05

| WC ID | WC Name | Interoffice Transport | | | High Capacity Loops | |
|-----------|----------------------|-----------------------|--------|--------|-----------------------|-----------------------|
| | | Tier 1 | Tier 2 | Tier 3 | No Impairment for DS3 | No Impairment for DS1 |
| LKPRLAMA | Lake Providence-Main | | | X | | |
| LKVWSCMA | Lake View | | | X | | |
| LKWLS CRS | Lake Wylie | | | X | | |
| LLBNGAMA | Lilburn | | X | | | |
| LLNGLABU | Luling-Boutte | | | X | | |
| LLNGLAHV | Luling-Hahnville | | | X | | |
| LMCYGAMA | Lumber City | | | X | | |
| LMKNGAMA | Lumpkin | | | X | | |
| LMTNMSSS | Lumberton | | | X | | |
| LMTNNCMA | Lumberton | | | X | | |
| LNBNHCMA | Long Bch. | | | X | | |
| LNCYTNMA | Lenoir City | | | X | | |
| LNDNALMA | Linden | | | X | | |
| LNTNNCMA | Lincolnton Main | | | X | | |
| LNTNNCVA | Lincolnton Vale | | | X | | |
| LODNTNMA | Loudon | | | X | | |
| LOUSKYES | Louisa | | | X | | |
| LOVLLAMA | Leonville | | | X | | |
| LPLCLAMA | Laplace | | | X | | |
| LRBGKYMA | Lawrenceburg | | | X | | |
| LRBGNCMA | Laurinburg | | | X | | |
| LRBGTNMA | Lawrenceburg | | | X | | |
| LRVLGAOS | Lawrenceville | | X | | | |
| LRVLLAMA | Loreauville | | | X | | |
| LSBGGAMA | Leesburg | | | X | | |
| LSBNLAMA | Lisbon | | | X | | |
| LSVLGAMA | Louisville | | | X | | |
| LSVLKY26 | 26Th Street | | | X | | |
| LSVLKYAN | Anchorage | | | X | | |
| LSVLKYAP | Chestnut Street | X | | | | |
| LSVLKYBE | Beechmont | | | X | X | X |
| LSVLKYBR | Bardstown Road | | X | | | |
| LSVLKYCW | Crestwood | | | X | | |
| LSVLKYFC | Fern Creek | | | X | | |
| LSVLKYHA | Harrods Creek | | | X | | |
| LSVLKYJT | Jeffersonstown | | | X | | |
| LSVLKYO A | Okolona | | | X | | |
| LSVLKYSH | Shively | | | X | | |
| LSVLKYSL | Six Mile Lane | | | X | | |
| LSVLKYSM | St Matthews | | | X | | |
| LSVLKYTS | Third Street | | | X | | |
| LSVLKYVS | Valley Station | | | X | | |
| LSVLKYWE | Westport Road | | X | | | |
| LSVLMSMA | Louisville | | | X | | |
| LTCHLAMA | Lutcher | | | X | | |
| LTHNGAJS | Lithonia | | | X | | |
| LTMRNCCE | Lattimore | | | X | | |
| LTVLGACS | Luthersville | | | X | | |

Exhibit 1

Wirecenter Listings

for Non-Impairment Thresholds

FCC WC Docket No. 04-313.
BellSouth Telecommunications, Inc
Filing Date: 02-18-05

| WC ID | WC Name | Interoffice Transport | | | High Capacity Loops | |
|----------|----------------|-----------------------|--------|--------|-----------------------|-----------------------|
| | | Tier 1 | Tier 2 | Tier 3 | No Impairment for DS3 | No Impairment for DS1 |
| LULAGAMA | Lula | | | X | | |
| LULAMSMA | Lula | | | X | | |
| LVMRKYMA | Livermore | | | X | | |
| LVTNALLA | Livingston | | | X | | |
| LVTNLAMA | Livingston | | | X | | |
| LWBGTNMA | Lewisburg | | | X | | |
| LWDLNCCE | Lawndale | | | X | | |
| LWLLNCMA | Lowell | | | X | | |
| LWTLAMA | Lawtell | | | X | | |
| LXTNALMA | Lexington | | | X | | |
| LXTNMSMA | Lexington | | | X | | |
| LXTNTNMA | Lexington | | | X | | |
| LYBGTNMT | Lynchburg | | | X | | |
| LYHNFLOH | Lynn Haven | | | X | | |
| LYLSTNMA | Lyles | | | X | | |
| LYMNSCES | Lyman | | | X | | |
| LYNSGAMA | Lyons | | | X | | |
| LYVLMSMA | Lynville | | | X | | |
| LYVLTNMA | Lynnville | | | X | | |
| MABNMSMA | Maben | | | X | | |
| MACEKYMA | Maceo | | | X | | |
| MACNGAGP | Guy Payne | | | X | | |
| MACNGAMT | Macon Main | | | X | | |
| MACNGAVN | Vineville | X | | | | |
| MACNMSMA | Macon | | | X | | |
| MADNNCCE | Malden | | | X | | |
| MAGEMSMA | Magee | | | X | | |
| MANYLAMA | Many | | | X | | |
| MARNALNM | Marion | | | X | | |
| MARNKYMA | Marion | | | X | | |
| MARNSCBN | Brittons Neck | | | X | | |
| MARNSCMA | Marion | | | X | | |
| MARTKYMA | Martin | | | X | | |
| MAVLTNMA | Maryville-Main | | | X | | |
| MCCLMSMA | Mccool | | | X | | |
| MCCLSCMA | Mccoll | | | X | | |
| MCCMMSMA | Mccomb | | | X | | |
| MCGMMSSM | Summit | | | X | | |
| MCDNGAGS | Modonough | | | X | | |
| MCDNKYMA | Modaniels | | | X | | |
| MCINALMA | Mcintosh | | | X | | |
| MCKNTNMA | Mckenzie | | | X | | |
| MCLNMSMA | Mclain | | | X | | |
| MCNPFLMA | Micanopy | | | X | | |
| MCWLKYMA | Modowell | | | X | | |
| MCWNTNMT | Mcwen | | | X | | |
| MDBGFLPM | Middleburg | | | X | | |
| MDBOKYMA | Middlesboro | | | X | | |

Exhibit 1 **Wirecenter Listings** **for Non-Impairment Thresholds**

FCC WC Docket No. 04-313.
BellSouth Telecommunications, Inc.
Filing Date: 02-18-05

| WC Code | WC Name | Interoffice Transport | | | High Capacity Loops | |
|----------|---------------------------|-----------------------|--------|--------|-----------------------|-----------------------|
| | | Tier 1 | Tier 2 | Tier 3 | No Impairment for DS3 | No Impairment for DS1 |
| MDSNALNM | Madison-Main | | | X | | |
| MDSNGAMA | Madison | | | X | | |
| MDSNMSES | Madison | | | X | | |
| MDTNTNMA | Middleton | | | X | | |
| MDVIKYMA | Madisonville | | | X | | |
| MDVILAMA | Madisonville | | | X | | |
| MDVITNMT | Madisonville | | | X | | |
| MEDNTNMA | Medina | | | X | | |
| MEVLLAMA | Melville | | | X | | |
| MGFDKYMA | Morganfield | | | X | | |
| MGNLMSMA | Magnolia | | | X | | |
| MGTNNCGL | Glen Alpine | | | X | | |
| MGTNNCGR | Morganton South Green St. | | | X | | |
| MGTWKYMA | Morgantown | | | X | | |
| MGVANCCE | Maggie Valley | | | X | | |
| MIAMFLAE | Alhambra | X | | | X | |
| MIAMFLAL | Allapattah | | | X | | |
| MIAMFLAP | Miami Airport | | | X | | |
| MIAMFLBA | Bayshore | | X | X | | |
| MIAMFLBC | Biscayne | | | X | | |
| MIAMFLBR | Miami Beach | | X | | | |
| MIAMFLCA | Canal | X | | | | |
| MIAMFLDB | Dadeland | | | X | | |
| MIAMFLFL | Flagler | | | X | | |
| MIAMFLGR | Grande | X | | X | | |
| MIAMFLHL | Hialeah | X | | | X | X |
| MIAMFLIC | Indian Creek | | | X | X | |
| MIAMFLKE | Key Biscayne | | | X | | |
| MIAMFLME | Miami Metro | | | X | | |
| MIAMFLNM | North Miami | | | X | | |
| MIAMFLNS | Northside | | | X | | |
| MIAMFLOL | Opa Locka | | | X | | |
| MIAMFLPB | Poinciana | X | | X | | |
| MIAMFLPL | Palmetto | X | | | | |
| MIAMFLRR | Red Road | X | | | X | X |
| MIAMFLSH | Miami Shores | | | X | | |
| MIAMFLSO | Silver Oaks | X | | | | |
| MIAMFLWD | West Dade | | | X | | |
| MIAMFLWM | West Miami | X | | | | |
| MICCFLLB | Barefoot Bay | | | X | | |
| MILNTNMA | Milan | | | X | | |
| MINDLAMA | Minden | | | X | | |
| MIZEMSMA | Mize | | | X | | |
| MKVLLAHM | Marksville-Hessmer | | | X | | |
| MKVLLAMN | Marksville-Main | | | X | | |
| MLBGKYMA | Millersburg | | | X | | |
| MLBRFLMA | Melbourne Main | X | | X | | |
| MLLNGAMA | Millen | | | X | X | |

Exhibit 1

Wirecenter Listings

for Non-Impairment Thresholds

FCC WC Docket No. 04-313.
BellSouth Telecommunications, Inc.
Filing Date: 02-18-05

| WC ID | WC Name | Interoffice Transport | | | High Capacity Loops | |
|----------|------------------------|-----------------------|--------|--------|-----------------------|-----------------------|
| | | Tier 1 | Tier 2 | Tier 3 | No Impairment for DS3 | No Impairment for DS1 |
| MLNSSCWP | Mullins | | | X | | |
| MLTNFLRA | Milton | | | X | | |
| MLTNKYMA | Milton | | | X | | |
| MLTNNCMA | Milton | | | X | | |
| MMPHTNBA | Memphis-Bartlett | X | | | | |
| MMPHTNCK | Memphis-Cherokee | | | X | | |
| MMPHTNCT | Memphis-Chickasaw | X | | | | |
| MMPHTNEL | Memphis-Eastland | X | | | | |
| MMPHTNFR | Memphis-Frayser | | | X | | |
| MMPHTNGT | Memphis-Germantown | X | | | | |
| MMPHTNHP | Memphis-Humphreys | | | X | | |
| MMPHTNMA | Memphis-Main | X | | | | |
| MMPHTNMT | Memphis-Midtown | X | | | | |
| MMPHTNOA | Memphis-Oakville | X | | | X | |
| MMPHTNSL | Memphis-Southland | X | | | | |
| MMPHTNST | Memphis-Southside | | | X | | |
| MMPHTNWW | Memphis-Westwood | | | X | | |
| MNASMSMA | Meridian Naval Air Sta | | | X | | |
| MNCHTNMA | Manchester | | | X | | |
| MNDNMSMA | Mendenhall | | | X | | |
| MNDRFLAV | The Avenues | | X | | | |
| MNDRFLLO | Mandarin | X | | | | |
| MNDRFLLW | Lemonwood | | | X | | |
| MNFDALMA | Munford-Main | | | X | | |
| MNFDLAMA | Mansfield | | | X | | |
| MNPLSCES | Mt. Pleasant | | X | | | |
| MNPLTNMA | Mount Pleasant | | | X | | |
| MNSNFLMA | Munson | | | X | | |
| MNTIGAMA | Monticello | | | X | | |
| MNTIMSMA | Monticello | | | X | | |
| MNTINCMA | Monticello | | | X | | |
| MNTVALNM | Montevallo | | | X | | |
| MNVLLAMA | Mandeville | | | X | | |
| MOBLALAP | Mobile-Airport | | | X | | |
| MOBLALAZ | Mobile-Azalea | X | | | | |
| MOBLALBF | Mobile Bayfront | | | X | | |
| MOBLALOS | Mobile-Old Shell | | | X | | |
| MOBLALPR | Mobile-Prichard | | | X | | |
| MOBLALSA | Mobile-Saraland | | | X | | |
| MOBLALSE | Mobile-Semmes | | | X | | |
| MOBLALSF | Mobile-Spanish Fort | | | X | | |
| MOBLALSH | Mobile-Spring Hill | | | X | | |
| MOBLALSK | Mobile-Skyline | | | X | | |
| MOBLALTH | Mobile-Theodore | | | X | | |
| MOLTALNM | Moulton | | | X | | |
| MONRLADS | Monroe-Desiard | | | X | | |
| MONRLAMA | Monroe-Main | X | | | | |
| MONRLAWM | Monroe-West Monroe | | | X | | |

Exhibit 1 Wirecenter Listings for Non-Impairment Thresholds

FCC WC Docket No. 04-313.
BellSouth Telecommunications, Inc.
Filing Date: 02-18-05

| WC OLL | WC Name | Interoffice Transport | | | High Capacity Loops | |
|-----------|-----------------------|-----------------------|--------|--------|-----------------------|-----------------------|
| | | Tier 1 | Tier 2 | Tier 3 | No Impairment for DS3 | No Impairment for DS1 |
| MPVLALMA | Maplesville | | | X | | |
| MRBOTNMA | Murfreesboro | | X | | | |
| MRCYLAA | Mc Amelia | | | X | | |
| MRCYLAIN | Mc Inglewood | | | X | | |
| MRDNMSTL | Meridian | | | X | | |
| MRGPKYMA | Mortons Gap | | | X | | |
| MRGZLAMA | Morganza | | | X | | |
| MRHDMSMA | Moorhead | | | X | | |
| MRKSMSHW | Marks | | | X | | |
| MRRGLAMA | Mer Rouge | | | X | | |
| MRRWGAMA | Morrow | | | X | | |
| MRRYKYMA | Murray | | | X | | |
| MRTHFLVE | Vaca Key | | | X | | |
| MRTNMSMA | Morton | | | X | | |
| MRTTGAEA | Marietta East | | | X | | |
| MRTTGAMA | Marietta Main | X | | X | | |
| MRTTSCMA | Slater Marietta | | | | X | X |
| MRTWTNMA | Morristown | | | X | | |
| MSCTTNMT | Mascot | | | X | | |
| MSCWTNMA | Moscow | | | X | | |
| MSPNMSMA | Moss Point | | | X | | |
| MSTFMSCU | Stennis Center | | | X | | |
| MTEDKYMA | Mt Eden | | | X | | |
| MTGMALDA | Montgomery-Dalraida | | X | | | |
| MTGMALMB | Montgomery-Millbrook | | | X | | |
| MTGMALMT | Montgomery-Main&Toll | X | | | | |
| MTGMALNO | Montgomery-Normandale | | | X | | |
| MTGMLAMA | Montgomery | | | X | | |
| MTGTLAMA | Montegut | | | X | | |
| MTHLNCMA | Mount Holly | | | X | | |
| MTHRLAMA | Mt Hermon | | | X | | |
| MTOLMSMA | Mount Olive | | | X | | |
| MTOLNCCE | Mt. Olive | | | X | | |
| MTRYLAMA | Monterey | | | X | | |
| MTSTKYMA | Mt Sterling | | | X | | |
| MTVRALMA | Mt Vernon | | | X | | |
| MXVFLMA | Maxville | | | X | | |
| MYFDKYMA | Mayfield | | | X | | |
| MYVLKYMA | Maysville | | | X | | |
| MYVLLAMA | Merryville | | | X | | |
| MYVLTNMA | Maynardville | | | X | | |
| NAGSSCMA | North Augusta | | | X | | |
| NDADFLAC | Arch Creek | | | X | | |
| NDADFLBR | Brentwood | | | X | | |
| NDADFLGG | Golden Glades | X | | X | | |
| NDADFLLOL | Oleta | | X | | | |
| NEBOKYMA | Nebo | | | X | | |
| NEONKYES | Neon | | | X | | |

Exhibit 1 **Wirecenter Listings** **for Non-Impairment Thresholds**

FCC WC Docket No. 04-313.
BellSouth Telecommunications, Inc.
Filing Date: 02-18-05

| WC CLI | WC Name | Interoffice Transport | | | High Capacity Loops | |
|-----------|-----------------------------|-----------------------|--------|--------|-----------------------|-----------------------|
| | | Tier 1 | Tier 2 | Tier 3 | No Impairment for DS3 | No Impairment for DS1 |
| NKLRFLMA | No. Key Largo | | | X | | |
| NORCLAMN | Norco | | | X | | |
| NPVLLAMA | Napoleonville | | | X | | |
| NRCRGAMA | Norcross | X | | | X | X |
| NRSTNMA | Norris | | | X | | |
| NRVLKYMA | Nortonville | | | X | | |
| NSBHFLMA | New Smyrna Beach | | | X | | |
| NSVLTNAA | Nashville-Airport Authority | | | X | | |
| NSVLTNAP | Nashville-Airport | | | X | | |
| NSVLTNBH | Nashville-Burton Hills | | | X | | |
| NSVLTNBV | Nashville-Bellevue | | | X | | |
| NSVLTNBW | Nashville-Brentwood | | X | | | |
| NSVLTNCD | Nashville-Cockrill Bend | | | X | | |
| NSVLTNCH | Nashville-Crieve Hall | X | | | | |
| NSVLTNDO | Nashville-Donelson | | X | | | |
| NSVLTNHH | Nashville-Hickory Hollow | | | X | | |
| NSVLTNIN | Nashville-Inglewood | | | X | | |
| NSVLTNMC | Nashville-Madison | | | X | | |
| NSVLTNMT | Nashville-Main | X | | | X | X |
| NSVLTNST | Nashville-Sharondale | | X | | | |
| NSVLTNUN | Nashville-University | X | | | | |
| NSVLTNWC | Nashville-Whites Creek | | | X | | |
| NSVLTNWM | Nashville-Westmeade | | | X | | |
| NTCHLACR | Natchitoches-Cane River | | | X | | |
| NTCHLAMA | Natchitoches-Main | | | X | | |
| NTCHMSMA | Natchez | | | X | | |
| NTTNMSMA | Nettleton | | | X | | |
| NWALMSMA | New Albany | | | X | | |
| NWBRTNMA | Newbern | | | X | | |
| NWBYFLMA | Newberry | | | X | | |
| NWBYSCMA | Newberry | | | X | | |
| NWELSCMA | New Ellenton | | | X | | |
| NWHNKYMA | New Haven | | | X | | |
| NWIBLAMA | New Iberia | | | X | | |
| NWLDNCCE | Newland | | | X | | |
| NWNINGAMA | Newnan | | | X | | |
| NWORLAAR | No-Aurora | | | X | | |
| NWORLAHV | No-Avondale | | | X | | |
| NWORLABM | No-Broadmoor | | | X | | |
| NWORLACA | No-Carrollton | | | X | | |
| NWORLACM | No-Chalmette | | | X | | |
| NWORLAFR | No-Franklin | | | X | | |
| NWORLALK | No-Lake | | | X | | |
| NWORLAMA | No Main | X | | | X | X |
| NWORLAMC | No-Mid City | | | X | | |
| NWORLAMR | No-Marrero | | | X | | |
| NWORLAMT | No-Metairie | X | | | | |
| NWORLAMU | No-Michoud | | | X | | |

Exhibit 1

Wirecenter Listings for Non-Impairment Thresholds

FCC WC Docket No. 04-313.
BellSouth Telecommunications, Inc.
Filing Date: 02-18-05

| WC File | WC Name | Interoffice Transport | | | High Capacity Loops | |
|----------|------------------|-----------------------|--------|--------|------------------------|------------------------|
| | | Tier 1 | Tier 2 | Tier 3 | No. Impairment for DS3 | No. Impairment for DS1 |
| NWORLARV | No-Riverside | | | X | | |
| NWORLASC | No-St Charles | | | X | | |
| NWORLASK | No-Seabrook | | | X | | |
| NWORLASW | No-Shrewsbury | | | X | | |
| NWPTTNMT | Newport-Main | | | X | | |
| NWRDLAMA | New Roads | | | X | | |
| NWTNGAMA | Newton | | | X | | |
| NWTNLAMA | Newellton | | | X | | |
| NWTNMSHC | Hickory | | | X | | |
| NWTNMSMA | Newton | | | X | | |
| NWTNNCMA | Newton | | | X | | |
| OBDHMSMA | Obadiah | | | X | | |
| OCSPMSGO | Ocean Springs | | | X | | |
| OHTCALMA | Ohatchee-Main | | | X | | |
| OKDLLAMA | Oakdale | | | X | | |
| OKGVKYES | Oak Grove | | | X | | |
| OKGVLAMA | Oak Grove | | | X | | |
| OKHLFLMA | Oak Hill | | | X | | |
| OKLDMSMA | Oakland | | | X | | |
| OKLNMSMA | Okolona | | | X | | |
| OKRGTNMT | Oak Ridge | | | X | | |
| OLCYLAMA | Oil City | | | X | | |
| OLHCTNMA | Old Hickory | | | X | | |
| OLSPTNMA | Oliver Springs | | | X | | |
| OLTWFLN | Old Town | | | X | | |
| OPLKALMT | Opelika | | | X | | |
| OPLSLATL | Opelousas | | | X | | |
| ORBGSCMA | Orangeburg | | | X | | |
| ORLDFLAP | Azalea Park | X | | X | | |
| ORLDFLCL | Colonial | X | | | | |
| ORLDFLMA | Orlando Main | X | | | | |
| ORLDFLPC | Pinecastle | X | | | X | X |
| ORLDFLPH | Pine Hills | X | | | X | |
| ORLDFLSA | Sand Lake | X | | | | |
| ORPKFLMA | Orange Park Main | | | X | | |
| ORPKFLRW | Orpk Ridgewood | | | X | | |
| OSYKMSMA | Osyka | | | X | | |
| OVIDFLCA | Oviedo Main | | | X | | |
| OWBOKYMA | Owensboro | | | X | | |
| OWTNKYMA | Owenton | | | X | | |
| OXFRMSMA | Oxford | | | X | | |
| PACEFLPV | Pace | | | X | | |
| PACEMSMA | Pace | | | X | | |
| PAHKFLMA | Pahokee | | | X | | |
| PANLGAMA | Panola | | | X | | |
| PARSKYMA | Paris | | | X | | |
| PARSTNMA | Paris | | | X | | |
| PASNLAMN | Patterson | | | X | | |

Exhibit 1

Wirecenter Listings

for Non-Impairment Thresholds

FCC WC Docket No. 04-313.
BellSouth Telecommunications, Inc.
Filing Date: 02-18-05

| WC CLI | WC Name | Interoffice Transport | | | High Capacity Loops | |
|-----------|--------------------------|-----------------------|--------|--------|-----------------------|-----------------------|
| | | Tier 1 | Tier 2 | Tier 3 | No Impairment for DS1 | No Impairment for DS1 |
| PCBHFLNT | Panama City Beach | | | X | | |
| PCKNMSMA | Pickens | | | X | | |
| PCKNSCES | Pickens | | | X | | |
| PCLTSCMA | Pacolet | | | X | | |
| PCYNMSMA | Picayune | | | X | | |
| PDCHKYIP | Paducah Information Park | | | X | | |
| PDCHKYLO | Paducah Lone Oak | | | X | | |
| PDCHKYMA | Paducah Kentucky Street | | | X | | |
| PDCHKYRL | Paducah Reidland | | | X | | |
| PDMTALMA | Piedmont-Main | | | X | | |
| PDMTSCES | Piedmont | | | X | | |
| PGSNMSMA | Port Gibson | | | X | | |
| PHCYALFM | Fort Mitchell | | | X | | |
| PHCYALMA | Phenix City | | | X | | |
| PHLAM SMA | Philadelphia | | | X | | |
| PINELAMA | Pine | | | X | | |
| PIVLKYMA | Pineville | | | X | | |
| PKVLKYMA | Pikeville | | | X | | |
| PKVLKYMT | Pikeville Meta | | | X | | |
| PLCSFLMA | Palm Coast | | | X | | |
| PLHMGAMA | Pelham | | | X | | |
| PLHTMSMA | Pelahatchie | | | X | | |
| PLLCLAMA | Pollock | | | X | | |
| PLMTGAMA | Palmetto | | | X | | |
| PLMYTNMA | Palmyra | | | X | | |
| PLQMLACR | Crescent | | | X | | |
| PLQMLAMA | Plaquemine | | | X | | |
| PLRGKYMA | Pleasant Ridge | | | X | | |
| PLSKTNMA | Pulaski | | | X | | |
| PLTKFLMA | Palatka | | | X | | |
| PLTNMSMA | Pearlington | | | X | | |
| PMBHFLCS | Coral Springs | | | X | | |
| PMBHFLFE | Federal | | X | | | |
| PMBHFLMA | Margate | X | | | | |
| PMBHFLTA | Tamarac | X | | | | |
| PMBRKYMA | Pembroke | | | X | | |
| PMBRNCCE | Pembroke | | | X | | |
| PMPKFLMA | Pomona Park | | | X | | |
| PNALLAMA | Pt A La Hache | | | X | | |
| PNCHLAMA | Ponchatoula | | | X | | |
| PNCYFLCA | Callaway | | | X | | |
| PNCYFLMA | Panama City Main | | | X | | |
| PNMTGAMA | Pine Mountain | | X | | | |
| PNSCFLBL | Belmont | | | X | | |
| PNSCFLFP | Ferry Pass | X | | | | |
| PNSCFLHC | Hillcrest | | X | | | |
| PNSCFLPB | Perdido Bay | | | X | | |
| PNSCFLWA | Warrington | | | X | | |

Exhibit 1

Wirecenter Listings

for Non-Impairment Thresholds

FCC WC Docket No. 04-313.
BellSouth Telecommunications, Inc.
Filing Date: 02-18-06

| WC ID | WC Name | Interoffice Transport | | | High Capacity Loops | |
|-----------|--------------------------------|-----------------------|--------|--------|------------------------|------------------------|
| | | Tier 1 | Tier 2 | Tier 3 | No. Impairment for DS3 | No. Impairment for DS1 |
| PNSNALMA | Pinson | | | X | | |
| PNTHKYMA | Panther | | | X | | |
| PNTNSCMA | Pendleton | | | X | | |
| PNTTMSMA | Pontotoc | | | X | | |
| PNVDFLMA | Ponte Vedra Beach | | | X | | |
| PNVLKYMA | Paintsville | | | X | | |
| POLRGAMA | Pooler | | | X | | |
| PPVLMSMA | Poplarville | | | X | | |
| PRBGKYES | Prestonsburg | | | X | | |
| PRDSLAMA | Paradis | | | X | | |
| PRPRLAMA | Pierre Part | | | X | | |
| PRRNFLMA | Perrine | | | X | | |
| PRRVLAMA | Pearl River | X | | | X | |
| PRSHALNM | Parish | | | X | | |
| PRSNFLFD | Pierson | | | X | | |
| PRSRSCMA | Prosperity | | | X | | |
| PRTNKYES | Princeton | | | X | | |
| PRVDKYMA | Providence | | | X | | |
| PRVLALMA | Prattville | | | X | | |
| PRVLKYMA | Perryville | | | X | | |
| PRVMSMA | Purvis | | | X | | |
| PSCGMSGGA | Pascagoula-Gautier | | | X | | |
| PSCGMSMA | Pascagoula-Main | | | X | | |
| PSCHMSLT | Pass Christian-Bayou Laterre | | | X | | |
| PSCHMSMA | Pass Christian-Main | | | X | | |
| PSVWTNMT | Pleasant View | | | X | | |
| PTBGTNMA | Petersburg | | | X | | |
| PTBRLAMA | Port Barre | | | X | | |
| PTCMSSU | Potts Camp | | | X | | |
| PTCYGAMA | Peachtree City | | | X | | |
| PTLDTNMA | Portland | | | X | | |
| PTRYKYMA | Port Royal | | | X | | |
| PTSLFLMA | North Port-St. Lucie W. C. | | | X | | |
| PTSLFLSO | South Port-St. Lucie-335 W. C. | | | X | | |
| PTSLLAMA | Port Sulphur | | | X | | |
| PWSPGAAS | Powder Springs | | | X | | |
| QTMNMSMA | Quitman | | | X | | |
| RAYNLAMA | Rayne | | | X | | |
| RBLNLAMA | Robeline | | | X | | |
| RBRDKYMA | Robards | | | X | | |
| RCHMNCMA | Rockingham | | | X | | |
| RCKMGAES | Rockmart | | | X | | |
| RCLDGAMA | Richland | | | X | | |
| RCLDLAMA | Raceland | | | X | | |
| RCMDKYMA | Richmond | | | X | | |
| RCTNMSMA | Richton | | | X | | |
| RDBAALMA | Red Bay | | | X | | |
| RDGLTNMA | Ridgely | | | X | | |

Exhibit 1

Wirecenter Listings for Non-Impairment Thresholds

FCC WC Docket No. 04-313.
BellSouth Telecommunications, Inc.
Filing Date: 02-18-05

| WC Code | WC Name | Interoffice Transport | | | High Capacity Loops | |
|-----------|------------------------------|-----------------------|--------|--------|------------------------|------------------------|
| | | Tier 1 | Tier 2 | Tier 3 | No. Impairment for DS3 | No. Impairment for DS1 |
| RDVLNCMA | Raldsville | | | X | | |
| RDVLNCSI | Simpsonville | | | X | | |
| RFFNNCMA | Ruffin | | | X | | |
| RKWDTNMA | Rockwood | | | X | | |
| RLFKMSMA | Rolling Fork | | | X | | |
| RLGHMSMA | Raleigh | | | X | | |
| RLGHNCDCU | Raleigh-Durham Airport W. C. | | | X | | |
| RLGHNCGA | Gamer | | | X | | |
| RLGHNCGL | Glenwood Avenue | X | | | | |
| RLGHNCHO | New Hope | X | | | | |
| RLGHNCJO | Jones Franklin | | | X | | |
| RLGHNCMO | Morgan St. | X | | | X | X |
| RLGHNCSEB | Sunnybrook | | | X | | |
| RLGHNCSEI | Six Forks | | | X | | |
| RLVLALMA | Russellville | | | X | | |
| RLVLKYMA | Russellville | | | X | | |
| RLVLMSMA | Ruleville | | | X | | |
| ROGNLAMA | Rougon | | | X | | |
| ROMEGATL | Rome East | | | X | | |
| ROXIMSMA | Roxie | | | X | | |
| RPLYMSMA | Ripley | | | X | | |
| RPLYTNMA | Ripley | | | X | | |
| RPVLGAMA | Roopville | | | X | | |
| RRVLALMA | Rogersville | | | X | | |
| RRVLTNMA | Rogersville | | | X | | |
| RSDLMSMA | Rosedale | | | X | | |
| RSTNLAMA | Ruston | | | X | | |
| RSTRKYES | Rose Terrace | | | X | | |
| RSWLGAMA | Roswell | X | | | X | |
| RTLGGAMA | Rutledge | | | X | | |
| RTTNCCCE | Rutherfordton | | | X | | |
| RYDLGAMA | Riverdale | | | X | | |
| RWLDNCMA | Rowland | | | X | | |
| RYMNMDS | Raymond | | | X | | |
| RYTNGAMA | Royston | | | X | | |
| RYVLLAMA | Rayville | | | X | | |
| SALMSCMA | Salem | | | X | | |
| SALNLAMA | Sallie | | | X | | |
| SANGTNMT | Sango | | | X | | |
| SBRKSCSK | Seabrook Island | | | X | | |
| SBSTFLFE | Fellsmere | | | X | | |
| SBSTFLMA | Sebastian | | | X | | |
| SCCRGAMA | Social Circle | | | X | | |
| SCHLNCHA | Hampstead | | | X | | |
| SCHLNCMA | Scotts Hill | | | X | | |
| SCHLSCES | Society Hill | | | X | | |
| SCISLAMA | Sidley Island | | | X | | |
| SCOBMSMA | Scooba | | | X | | |

Exhibit 1

Wirecenter Listings

for Non-Impairment Thresholds

FCC WC Docket No. 04-313.
BellSouth Telecommunications, Inc.
Filing Date: 02-18-05

| WC OLU | WC Name | Interoffice Transport | | | High Capacity Loops | |
|----------|----------------------------|-----------------------|--------|--------|-----------------------|-----------------------|
| | | Tier 1 | Tier 2 | Tier 3 | No Impairment for DS3 | No Impairment for DS1 |
| SCRMKYMA | Sacramento | | | X | | |
| SDDSTNMA | Soddy Daisy | | | X | | |
| SDVLKYMA | Sadleville | | | X | | |
| SEBRKYMA | Sebree | | | X | | |
| SELMALMT | Selma | | | X | | |
| SELMNCMA | Selma | | | X | | |
| SENCSCMA | Seneca | | | X | | |
| SENOGAMA | Senola | | | X | | |
| SEWNTNMW | Sewanee | | | X | | |
| SFVLLAMA | St Francisville | | | X | | |
| SGKYFLMA | Sugarloaf | | | X | | |
| SHAWMSES | Shaw | | | X | | |
| SHBTMSMA | Shubuta | | | X | | |
| SHFDALMT | Sheffield-Main&Toll | | | X | | |
| SHGVKYMA | Sharon Grove | | | X | | |
| SHLBMSDS | Shelby | | | X | | |
| SHLBNCMA | Shelby | | | X | | |
| SHNNMSMA | Shannon | | | X | | |
| SHPTLABS | Shreveport-Bossier | | | X | | |
| SHPTLACL | Shreveport-College | | | X | | |
| SHPTLAHD | Shreveport-South Highlands | | | X | | |
| SHPTLAMA | Shreveport-Main | X | | X | | |
| SHPTLAQB | Shreveport-Queensboro | | | X | X | |
| SHPTLASG | Shreveport-Summer Grove | | | X | | |
| SHQLMSMA | Shuqualak | | | X | | |
| SHRNSCMA | Sharon | | | X | | |
| SHVLKYMA | Shelbyville | | | X | | |
| SHVLTNMA | Shelbyville | | | X | | |
| SKVLSMA | Starkville | | | X | | |
| SLBRNCMA | Salisbury | | | X | | |
| SLCKMSMA | Silver Creek | | X | | | |
| SLGHKYMA | Slaughters | | | X | | |
| SLIDLAMA | Slidell | | | X | | |
| SLMRTNMT | Selmer | | | X | | |
| SLPHKYMA | Sulphur | | | X | | |
| SLPHLAMA | Sulphur Main | | | X | | |
| SLTLMSSU | Saltillo | | | X | | |
| SLVSKYMA | Salvisa | | | X | | |
| SMDLMSSU | Smithdale | | | X | | |
| SMNRMSMA | Sumner | | | X | | |
| SMRLMSMA | Sumrall | | | X | | |
| SMTWTNMA | Summertown | | | X | | |
| SMVLGAMA | Smithsville | | | X | | |
| SMVLLAMA | St. Martinville | | | X | | |
| SMYRGAMA | Smyrna | | | X | | |
| SMYRGAPF | Powers Ferry | X | | | | |
| SMYRTNMA | Smyrna | X | | | X | X |
| SNFRFLMA | Sanford Main | X | | X | | |

Exhibit 1

Wirecenter Listings for Non-Impairment Thresholds

FCC WC Docket No. 04-313.
BellSouth Telecommunications, Inc.
Filing Date: 02-18-05

| WC ID# | WC Name | Interoffice Transport | | | High Capacity Loops | |
|----------|------------------------------|-----------------------|--------|--------|-----------------------|-----------------------|
| | | Tier 1 | Tier 2 | Tier 3 | No Impairment for DS3 | No Impairment for DS1 |
| SNLVGAMA | Snellville | | | X | | |
| SNMTGALR | Stone Mountain | | | X | | |
| SNRYMSMA | Seminary | | | X | | |
| SNSDMSSU | Sunnyside | | | X | | |
| SNTBMSPS | Senatobia | | | X | | |
| SNTFTNMA | Santa Fe | | | X | | |
| SNTNKYMA | Stanton | | | X | | |
| SNVLGAES | Sandersville-Tennille W. C. | | | X | | |
| SNVLTNMA | Sneedville | | | X | | |
| SOHNMSDC | Memphis-Southaven | | | X | | |
| SOPTNCCE | Southport | | | X | | |
| SOVLTNMT | Somerville | | | X | | |
| SPBGSCBS | Bolling Springs | | | X | | |
| SPBGSCCV | Converse | | | X | | |
| SPBGSCHW | University Way | | | X | | |
| SPBGSCMA | Spartanburg | | X | X | | |
| SPBGSCWV | Westview | | | X | | |
| SPBGTNMA | South Pittsburg | | | X | | |
| SPCYTNMT | Spring City | | | X | | |
| SPFDKYMA | Springfield | | | X | | |
| SPFDLAMA | Springfield | | | X | | |
| SPFDSCMA | Springfield-Salley | | | X | | |
| SPFDTNMA | Springfield | | | X | | |
| SPHLTNMT | Spring Hill | | | X | | |
| SPPNNCMA | Spruce Pine | | | X | | |
| SPRKGAMA | Sparks | | | X | | |
| SPRTGAMA | Sparta | | | X | | |
| SRDSGAES | Sardis | | | X | | |
| SRDSMSMA | Sardis | | | X | | |
| SRFDNCCE | Summerfield | | | X | | |
| SRGHKYMA | Sorgho | | | X | | |
| SRISMSMA | Singing River | | | X | | |
| SRVLTNMA | Surgolnsville | | | X | | |
| SSISGAES | St. Simons | | | X | | |
| SSVLKYMA | Simpsonville | | | X | | |
| SSVLNCJE | Jennings Road | | | X | | |
| SSVLNCMA | Statesville Main | | | X | | |
| STAGFLBS | St. Aug. Beachside | | | X | | |
| STAGFLMA | St. Aug. Main | X | | | | |
| STAGFLSH | St. Aug. Shores | | | X | | |
| STAGFLWG | St. Johns World Golf Village | | | X | | |
| STBRGANH | Stockbridge | | | X | | |
| STBRLAMA | St Bernard | | | X | | |
| STCHKYMA | St Charles | | | X | | |
| STFRKYMA | Stanford | | | X | | |
| STGBLAMA | St Gabriel | | | X | | |
| STGRKYMA | Stamping Ground | | | X | | |
| STGRSCMA | St. George | | | X | | |

Exhibit 1 **Wirecenter Listings** **for Non-Impairment Thresholds**

FCC WC Docket No. 04-313.
BellSouth Telecommunications, Inc.
Filing Date: 02-18-05

| WC ID | WC Name | Interoffice Transport | | | High Capacity Loops | |
|----------|--------------------|-----------------------|--------|--------|-----------------------|-----------------------|
| | | Tier 1 | Tier 2 | Tier 3 | No Impairment for DS3 | No Impairment for DS1 |
| STJSLAMA | St Joseph | | | X | | |
| STLNLAMA | St Landry | | | X | | |
| STNLKYMA | Stanley | | | X | | |
| STNLNCCE | Stanley | | | X | | |
| STONKYMA | Stone | | | X | | |
| STPNNCMA | Stony Point | | | X | | |
| STRGKYMA | Sturgis | | | X | | |
| STRGMSSU | Sturgis | | | X | | |
| STRTFLMA | Stuart | | | X | | |
| STSNALMA | Stevenson-Main | | X | | | |
| STTNLAMA | Sterlington | | | X | | |
| SUVLSCMA | Summerville | | | X | | |
| SVNHGABS | Savannah Main | X | | X | | |
| SVNHGADE | Derenne | | | | X | |
| SVNHGAGC | Garden City | | | X | | |
| SVNHGASI | Skidaway Island | | | X | | |
| SVNHGAWB | Whitebluff | | | X | | |
| SVNHGAWI | Wilmington Isle | | | X | | |
| SVNHTNMT | Savannah | | | X | | |
| SVVLTNMT | Sevierville | | | X | | |
| SWBOGAES | Swainsboro | | | X | | |
| SWLKLAMA | Sweetlake | | | X | | |
| SWNNNCMA | Swannanoa | | | X | | |
| SWSNKYMA | South Williamson | | | X | | |
| SWTWTNMT | Sweetwater | | | X | | |
| SXMLSCMA | Six Mile | | | X | | |
| SXPHNCMA | Saxapahaw | | | X | | |
| SYHSFLCC | Sunny Hills | | | X | | |
| SYLCALMT | Sylacauga | | | X | | |
| SYLVGAES | Sylvester | | | X | | |
| TBISGAMA | Tybee Island | | | X | | |
| TCHLMSMA | Tchula | | | X | | |
| TFTNGAMA | Tifton | | | X | | |
| THBDLAMA | Thibodaux | | | X | | |
| THSNGAMA | Thomson | | | X | | |
| THVLALMA | Thomasville | | | X | | |
| THVLGAMA | Thomasville | | | X | | |
| TKNASCST | Tokeena Crossroads | | | X | | |
| TLDGALMA | Talladega-Main | | | X | | |
| TLDGALRF | Renfro | | | X | | |
| TLLHLAMA | Tallulah | | | X | | |
| TLLHTNMA | Tulahoma | | | X | | |
| TLLPGAES | Tallapoosa | | | X | | |
| TMPLGAMA | Temple | | | X | | |
| TMSBMSMA | Toomsuba | | | X | | |
| TMVLSMA | Timmons ville | | | X | | |
| TPVLTNMA | Tiptonville | | | X | | |
| TRENFLMA | Trenton | | | X | | |

Exhibit 1

Wirecenter Listings

for Non-Impairment Thresholds

FCC WC Docket No. 04-313.
BellSouth Telecommunications, Inc.
Filing Date: 02-18-05

| WC CLLI | WC Name | Interoffice Transport | | | High Capacity Loops | |
|-----------|------------------------|-----------------------|--------|--------|-----------------------|-----------------------|
| | | Tier 1 | Tier 2 | Tier 3 | No Impairment for DS3 | No Impairment for DS1 |
| TRENYMA | Trenton | | | X | | |
| TRINTNMA | Triune | | | X | | |
| TRMNNCMA | Troutman | | | X | | |
| TROYALMA | Troy | | | X | | |
| TROYTNMT | Troy | | | X | | |
| TRRSSCMA | Travelers Rest | | | X | | |
| TRRYMSMA | Terry | | | X | | |
| TRTNTNMA | Trenton | | | X | | |
| TSCALDH | Tuscaloosa-Druid Hills | | | X | | |
| TSCALMT | Tuscaloosa-Main&Toll | | | X | | |
| TSCALNO | Tuscaloosa-Northport | | | X | | |
| TSKGALMA | Tuskegee | | | X | | |
| TTVLFLMA | Titusville | | | X | | |
| TTWLMSMA | Tutwiler | | | X | | |
| TUKRGAMA | Tucker | | X | | | |
| TUNCLAMA | Tunica | | | X | | |
| TUNCMSMA | Tunica | | | X | | |
| TUPLMSMA | Tupelo | | X | | | |
| TWCKALMA | Town Creek | | | X | | |
| TWNSTNMA | Maryville-Townsend | | | X | | |
| TYTWMSMC | Tylertown | | | X | | |
| TYVLKYMA | Taylorsville | | | X | | |
| TYVLMSMA | Taylorsville | | | X | | |
| TYVLNCMA | Taylorsville | | | X | | |
| UNCYTNMA | Union City | | | X | | |
| UNINMSDS | Union | | | X | | |
| UNINSCMA | Union | | | X | | |
| UNTWALNM | Uniontown | | | X | | |
| UTICKYMA | Utica | | | X | | |
| UTICMSDS | Utica | | | X | | |
| VADNMSMA | Valden | | | X | | |
| VCBGMSMA | Vicksburg | | | X | | |
| VCHRLAMA | Vacherie | | | X | | |
| VDALGAMA | Vidalia | | | X | | |
| VDALLAMA | Vidalia | | | X | | |
| VENCLAMA | Venice | | | X | | |
| VERNFLMA | Vernon | | | X | | |
| VIRGKYMA | Virgle | | | X | | |
| VLDGAMA | Valdosta | | | X | | |
| VLRCGAES | Villa Rica | | | X | | |
| VNCLMSMA | Van Cleave | | | X | | |
| VNCNALMA | Vincent | | | X | | |
| VNLRTNMA | Vanleer | | | X | | |
| VNTNLAMA | Vinton | | | X | | |
| VRBHLBE | Beachland | | | X | | |
| VRBHLMA | Vero Beach | | X | | | |
| VRNAMMSMA | Verona | | | X | | |
| WACOKYMA | Waco | | | X | | |

Exhibit 1

Wirecenter Listings

for Non-Impairment Thresholds

FCC WC Docket No. 04-313.
BellSouth Telecommunications, Inc.
Filing Date: 02-18-05

| WC CLI | WC Name | Interoffice Transport | | | High Capacity Loops | |
|-----------|------------------|-----------------------|--------|--------|-----------------------|-----------------------|
| | | Tier 1 | Tier 2 | Tier 3 | No Impairment for DS3 | No Impairment for DS1 |
| WASHLAMA | Washington | | | X | | |
| WBTNALNM | West Blocton | | | X | | |
| WCLMSCMA | Airport Remote | | | X | | |
| WDBYGAES | Woodbury | | | X | | |
| WDDYKYMA | Waddy | | | X | | |
| WDLYGAMA | Wadley | | | X | | |
| WDSTGACR | Woodstock | | | X | | |
| WDVLSMA | Woodville | | | X | | |
| WELKFLMA | Welaka | | | X | | |
| WESTMSMA | West | | | X | | |
| WGNSMSMA | Wiggins | | | X | | |
| WGVLGAES | Wrightsville | | | X | | |
| WGVLNCMA | Wrightsville | | | X | | |
| WHBGKYMA | Whitesburg | | | X | | |
| WHBLTNMT | White Bluff | | | X | | |
| WHCSLAMA | White Castle | | | X | | |
| WHHSTNMA | White House | | | X | | |
| WHPITNMA | White Pine | | | X | | |
| WHITMSCMA | Whitmire | | | X | | |
| WHVLKYMA | Whitesville | | | X | | |
| WHVLTNMT | Whiteville | | | X | | |
| WHWLTNMA | Whitwell | | | X | | |
| WINOMSMA | Winona | | | X | | |
| WKISLAMA | Weeks Island | | | X | | |
| WLBGKYMA | Williamsburg | | | X | | |
| WLCKKYES | Wallins Creek | | | X | | |
| WLGVMSSU | Walnut Grove | | | X | | |
| WLHLSCES | Walhalla | | | X | | |
| WLMGNCFO | Fourth St. | X | | X | | |
| WLMGNCLE | Leland | | | X | | |
| WLMGNCWI | Winter Park | | X | | | |
| WLNTMSMA | Walnut | | | X | | |
| WLPTTNMA | Williamsport | | | X | | |
| WLSNLAMA | Wilson | | | X | | |
| WLVLKYMA | West Louisville | | | X | | |
| WMNSSCES | Westminister | | | X | | |
| WMTNSCPW | Peizer | | | X | | |
| WNBOLAMA | Winnsboro | | | X | | |
| WNCHKYMA | Winchester | | | X | | |
| WNCHKYPV | Pilot View | | | X | | |
| WNCHTNMA | Winchester | | | X | | |
| WNDLNCPI | Wendell | | | X | | |
| WNFDLACA | Winnfield-Calvin | | | X | | |
| WNFDLAMA | Winnfield-Main | | | X | | |
| WNRDMSSU | Windsor Road | | | X | | |
| WNSLNCAR | Arc Midway | | | X | | |
| WNSLNCCL | Clemmons | | | X | | |
| WNSLNCFI | Fifth St. | X | | X | X | |

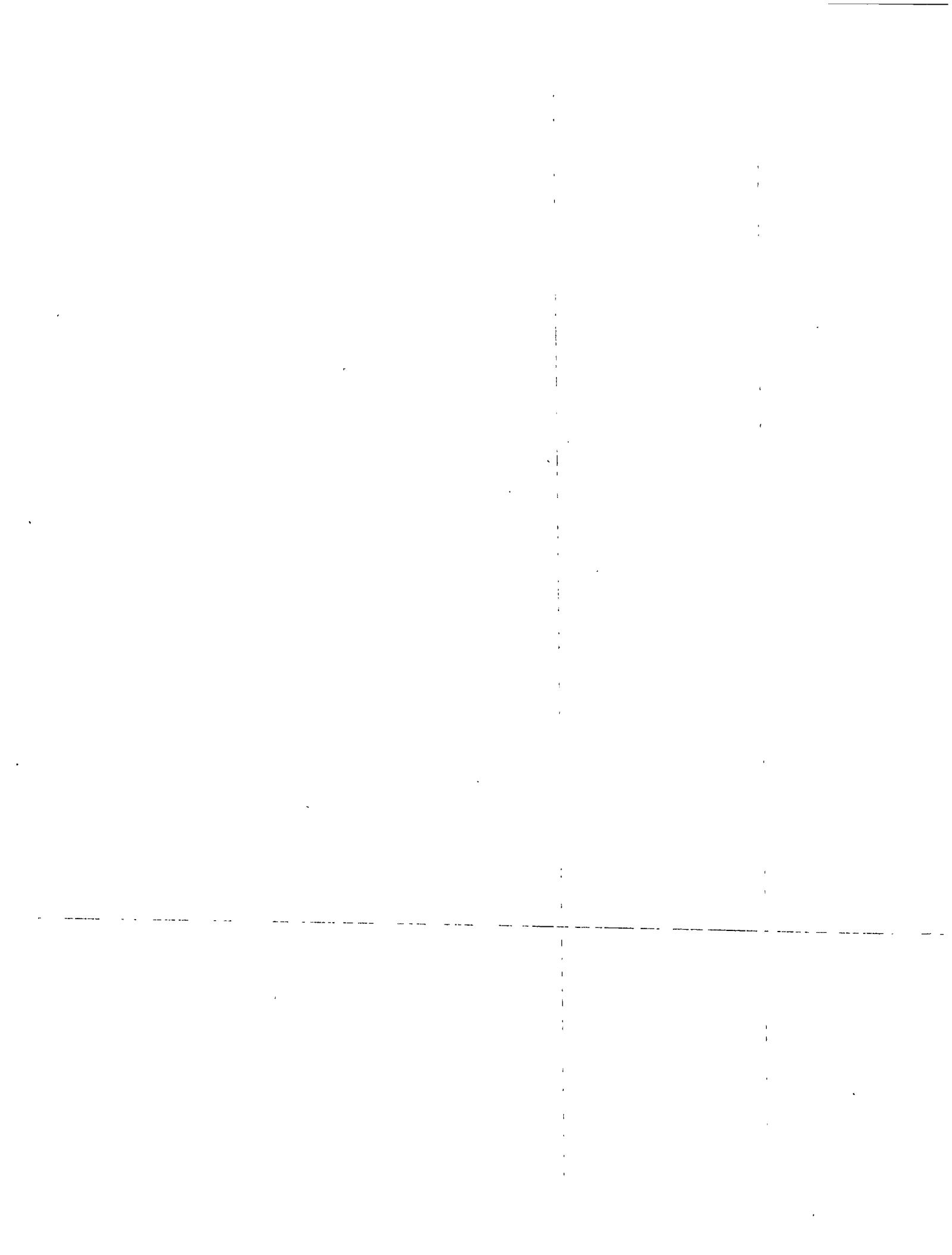
Exhibit 1

Wirecenter Listings

for Non-Impairment Thresholds

FCC WC Docket No. 04-313.
BellSouth Telecommunications, Inc.
Filing Date 02-18-05

| WC ID | WC Name | Interoffice Transport | | | High Capacity Loops | |
|----------|---------------------------|-----------------------|--------|--------|-----------------------|-----------------------|
| | | Tier 1 | Tier 2 | Tier 3 | No Impairment for DS1 | No Impairment for DS1 |
| WNSLNCGL | Glenn Avenue | | | X | | |
| WNSLNCLE | Lexington | | | X | | |
| WNSLNCVI | Vineyard | | | X | | |
| WNSLNCWA | Wallburg | | | X | | |
| WNSLNCWH | Whitaker | | | X | | |
| WPBHFLAN | W. Palm Bch Main | X | | | X | |
| WPBHFLGA | Greenacres | | X | | | |
| WPBHFLGR | Gardens | X | | | | |
| WPBHFLHH | Haverhill | X | | | X | |
| WPBHFLLE | Lake Worth | | X | | | |
| WPBHFLRB | Riviera Beach | | X | | | |
| WPBHFLRP | Royal Palm | | | X | | |
| WRFDKYMA | Warfield | | | X | | |
| WRNSGAMA | Wrens | | | X | | |
| WRRBGAMA | Warner Robins | | | X | | |
| WRRRALNM | Warrior | | | X | | |
| WRTNGAMA | Warrenton | | | X | | |
| WRTRTNMT | Wartrace | | | X | | |
| WSBGKYMA | Willisburg | | | X | | |
| WSPNKYMA | West Point | | | X | | |
| WSPNMSMA | West Point | | | X | | |
| WSSNMSMA | Wesson | | | X | | |
| WTMPALMA | Wetumpka | | | X | | |
| WTPRLAMA | Waterproof | | | X | | |
| WTTWTNMA | Watertown | | | X | | |
| WTVLGAES | Watkinsville | | | X | | |
| WTVYMSMA | Water Valley | | | X | | |
| WVRLTNMT | Waverly | | | X | | |
| WWSPFLHI | Weekiwachee Main | | | X | | |
| WWSPFLSH | Spring Hill | | | X | | |
| WYBOGAES | Waynesboro | | | X | | |
| WYBOMSMA | Waynesboro | | | X | | |
| WYCRGAMA | Waycross | | | X | | |
| WYLDKYES | Wayland | | | X | | |
| WYVLNCMA | Waynesville | | | X | | |
| YNFNFLMA | Youngstown Fountain W. C. | | | X | | |
| YNTWFLMA | Yankeetown | | | X | | |
| YNVLLAMA | Youngville | | | X | | |
| YORKALMA | York | | | X | | |
| YORKSCMA | York | | | X | | |
| YSCLLAMA | Ysloskey | | | X | | |
| YULEFLMA | Yulee | | | X | | |
| YZCYMSMA | Yazoo City | | | X | | |
| ZBLNGAMA | Zebulon | | | X | | |
| ZBLNNCCE | Zebulon | | | X | | |
| ZCHRLAMA | Zachary | | | X | | |
| ZWLLAMA | Zwolle | | | X | | |



BEFORE THE TENNESSEE REGULATORY AUTHORITY

NASHVILLE, TENNESSEE

January 25, 1999

IN RE: PETITION TO CONVENE A)
CONTESTED CASE)
PROCEEDING TO)
ESTABLISH PERMANENT)
PRICES FOR)
INTERCONNECTION AND)
UNBUNDLED NETWORK)
ELEMENTS)

DOCKET NO. 97-01262

**INTERIM ORDER ON PHASE I OF PROCEEDING TO ESTABLISH PRICES
FOR INTERCONNECTION AND UNBUNDLED NETWORK ELEMENTS**

H. Lynn Greer, Jr.
Chairman

Sara Kyle
Director

Melvin J. Malone
Director

Ellenberg Ross Spae

Exhibit 3

**INTERIM ORDER ON PHASE I OF PROCEEDING TO ESTABLISH PRICES
FOR INTERCONNECTION AND UNBUNDLED NETWORK ELEMENTS**

I. INTRODUCTION

✓ This matter came before the Tennessee Regulatory Authority (the "Authority") at the regularly scheduled Authority Conference held on June 30, 1998, to make findings of fact and conclusions of law on the issues in Phase I of this matter. This proceeding was convened to establish prices for interconnection and unbundled network elements (UNEs). In Phase I, the Authority determined the adjustments for each cost model presented. In Phase II, the Authority will determine the prices for interconnection and unbundled network elements based on the cost studies filed in compliance with this Interim Order. The final prices will be based on criteria specified by the federal Telecommunications Act of 1996 and FCC Order No. 96-325. This is an interim Order, and shall be incorporated into the Final Order as if fully rewritten therein.

buildings and that CLECs should compensate BST for its costs to build, reconfigure, or rehabilitate its buildings to accommodate the CLECs. Nevertheless, evidence was presented by AT&T and MCI demonstrating that BST's rates are out of line with the independent construction guidelines of the RS Means Company. Further, BST offered little evidence to support its rates.

The Hatfield model establishes postal type rates for these services based on the average distance between BST and the CLEC's equipment in a new efficient building. BST argues that grouping the collocators in one square configuration, as the AT&T and MCI model does, is not practical for a real collocation arrangement.

The Authority adopts the AT&T and MCI collocation approach for calculating the rates for physical collocation with one adjustment. The AT&T and MCI collocation model should be adjusted to increase the width of the common area space in accordance with the Standard State Building Code. This will increase the width of the common area by fourteen inches (14") from seven feet six inches (7'6") to eight feet eight inches (8'8") as recommended by BST witness Dorissa Redmond.

IT IS THEREFORE ORDERED THAT:

1. The forward-looking economic cost methodology as defined by the FCC's ✓
TELRIC methodology, including an appropriate mark-up for the recovery of shared and common costs, shall be used to set permanent prices for UNEs.
2. Neither model (TELRIC Calculator or Hatfield) is rejected or accepted at this time. The Residual Revenue Requirement underlying BST's UNE prices is rejected.

3. BST's TELRIC Calculator model shall be adjusted to use the fifteen percent (15%) shared and common markup (factor) as recommended by ACSI.
4. BST's TELRIC Calculator model shall use a distribution fill of 54.69%, fiber feeder fill of 76.94%, and copper feeder fill of 76.94% as recommended by ACSI.
5. Both the TELRIC Calculator model and the Hatfield model shall use Tennessee specific depreciation lives, salvage values and other inputs used in calculating the depreciation rates established in 1993, by the Tennessee Public Service Commission, Docket No. 92-13527.
6. Both the TELRIC Calculator model and the Hatfield model shall use 10.40% overall cost of capital, based on a capital structure of 40% debt at a cost of 7.30% and 60% equity at a cost of 12.46%.
7. BST's normalized 1996 plant specific expense shall be reduced by 22.5% for calculating the maintenance expense to be included in the UNE costs in all models, including the nonrecurring and collocation models where appropriate.
8. The 1998 ad valorem tax rates shall be used in the TELRIC Calculator model and the Hatfield model.
9. Unbundled network elements shall be priced in a manner that considers the time value of money by employing monthly compounding in calculating the monthly unbundled network element rate developed from an annual cost. Both the TELRIC Calculator model and the Hatfield model should reflect monthly compounding using the approved overall cost of capital when converting annual costs to unbundled network element rates.

10. The BST TELRIC Calculator model shall be adjusted to use a one hundred foot (100') drop length.
11. The decision regarding deaveraging of loop rates is reserved for Phase II after the compliant cost studies from the parties are received and reviewed by the Authority.
12. The BST TELRIC Calculator model shall use weights of 69.22% residential and 30.78% business as input values in its Loop Model.
13. For customers served by IDLC technology, BST shall offer an unbundled loop which will permit end users to obtain the same level of performance as that offered by IDLC. The price of such an unbundled loop shall be established so that it is no more than the equivalent of the loop and port cost associated with an IDLC connection, plus, if supportable, any reasonable provisioning cost consistent with the Act, the Eighth Circuit Court of Appeals' decision in Iowa Utilities Bd., et al v. F.C.C., 120 F.3d 753 (8th Cir. 1997, and all decisions in this proceeding.
14. The price of the switched port shall include all features. BST shall amend its switched cost studies in the following manner: (1) use the output from the marginal mode of SCIS/MO, (2) recalculate switched usage charges per minute of use using the following formula: Total switched investments, less nontraffic sensitive line termination and getting started investments, divided by minutes equivalent of busy hours CCS; (3) change vendor discounts used as inputs in the BST switched cost studies to the percentages given on line 6, page 19 of Ms. Petzinger's pre-filed rebuttal testimony; and (4) assume 70.38% IDLC and 29.62% analog line terminations in calculating switching

port costs. Additionally, the price of the switched port shall include all features with no additional charges, specifically no "glue" charges.

15. BST's TELRIC Calculator model shall be adjusted to reflect three (3) other entities equally sharing aerial support structures (poles) with BST for a total of four (4). The Hatfield model shall be adjusted to reflect one (1) other entity sharing the buried distribution structures with BST for a total of two (2).

16. For all cost models, the Operational Support Systems costs shall be recovered from all carriers (ILEC, CLEC, etc.) in a recurring rate. All expenses associated with the Electronic Interfaces (development expenses, hardware equipment, maintenance expenses associated with new systems and program enhancements to four (4) Legacy Systems) should be capitalized and recovered over the life of OSS using depreciation lives adopted in Issue 5. A fallout rate of 7% should be used in the TELRIC Calculator cost model.

17. Only directly assignable costs may be recovered through nonrecurring charges. All shared and common costs shall be removed from the nonrecurring cost models. All Operational Support Services costs shall be removed from the nonrecurring cost models. For both cost models, Operational Support Service costs associated with all activities shall reflect a 7% fallout rate. Additionally, BST should modify its cost model to reflect only three (3) minutes of work activity per order at the Local Customer Service Center when an order falls out. There are no ordered adjustments for the recovery of cross connect costs. The BST cost model shall be adjusted to recover all costs associated with testing in recurring rates.

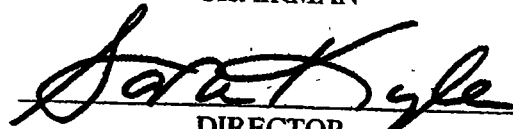
18. Disconnect costs shall be separated from installation costs and assessed at the time of disconnection. BST shall calculate and charge separate nonrecurring rates for installation and physical disconnection. In a soft dial tone environment, there shall be no physical disconnection charges.

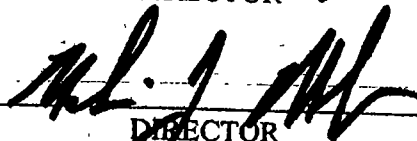
19. The Authority adopts the AT&T and MCI collocation approach for calculating the rates for physical collocation. The AT&T and MCI collocation model shall be adjusted to increase the width of the common area space in accordance with the Standard State Building Code, this would increase the width of the common area by fourteen inches (14") from seven feet six inches (7'6") to eight feet eight inches (8'8").

20. Parties shall file cost studies to reflect these findings within thirty (30) days of the date of this Order.

21. Any party aggrieved by this Interim Order may file a Petition for Reconsideration with the Authority within ten (10) days of the date of this Order.


CHAIRMAN


DIRECTOR


DIRECTOR

ATTEST:


EXECUTIVE SECRETARY

DOCKET NO. 28821

ARBITRATION OF NON-COSTING
ISSUES FOR SUCCESSOR
INTERCONNECTION AGREEMENTS TO
THE TEXAS 271 AGREEMENT

§
§
§
§

PUBLIC UTILITY COMMISSION
OF TEXAS

RECEIVED
FEB 25 PM 3:43
FILED
CLERK

ORDER NO. 39
ISSUING INTERIM AGREEMENT AMENDMENT

Upon consideration of the parties' filings and discussion at the February 24, 2005, Open Meeting, and the expiration of the Texas 271 Agreement (T2A) and T2A-based interconnection agreements between Southwestern Bell Telephone, L.P. d/b/a SBC Texas (SBC Texas) and competitive local exchange carriers (CLECs), the Public Utility Commission of Texas (Commission or PUC) issues the attached interim agreement amendment to govern parties' contractual relationships for the period of March 1 through July 31, 2005.¹ In issuing this interim agreement amendment, the Commission finds it necessary to act to prevent a lapse in the parties' contracts that could affect telecommunications services to end-user customers pending the completion of this docket.

The PUC seeks to ensure that the aforementioned expired agreements are made current to reflect recent changes in law under the Federal Communications Commission's (FCC) *Triennial Review Order* (TRO)² and *Triennial Review Remand Order* (TRRO).³ The attached interim agreement amendment represents the Commission's preliminary determinations of the impacts of the TRO and TRRO. Parties are not precluded from arguing the merits of these issues in Track II of this proceeding and as appropriate, requesting relief, including, but not limited to, seeking true-up

SBC Texas is directed to issue the attached interim agreement amendment through an Accessible Letter to all CLECs operating under the T2A, T2A-based interconnection agreements, or the contract developed in Docket No. 24542 no later than March 4, 2005. SBC Texas is further ordered to post this interim agreement amendment in a conspicuous location on its CLEC website, with appropriate links.

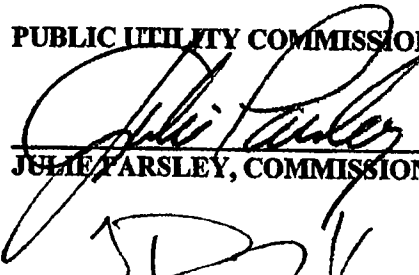
¹ The deadline of July 31, 2005 is the date under the current proposed procedural schedule by which parties expect to have completed this docket and have replacement contracts in place.

² *Review of the Section 251 Unbundling Obligations of Incumbent Local Exchange Carriers, Implementation of the Local Competitive Provisions of the Telecommunications Act of 1996, and Deployment of Wireline Services Offering Advanced Telecommunications Capability*, CC Docket Nos. 01-388, 96-98, 98-147, Order, FCC 03-36 (Aug. 21, 2003) (*Triennial Review Order*).

³ *Unbundled Access to Network Elements and Review of the Section 251 Unbundling Obligations of Incumbent Local Exchange Carriers*, WC Docket No. 01-388 and CC Docket No. 01-388, Order on Remand, FCC 04-290 (Feb. 4, 2005) (*Triennial Review Remand Order*).

SIGNED AT AUSTIN, TEXAS the 25th day of February 2005.

PUBLIC UTILITY COMMISSION OF TEXAS



JULIE FARSLEY, COMMISSIONER

PAUL HUDSON, CHAIRMAN

BARRY T. SMITHERMAN, COMMISSIONER

P:\1_FTA proceedings-Arbitrations\28XXX\28821\Orders\28821-39 amend_extend T2A.doc

**INTERIM AGREEMENT AMENDMENT WITH UNE CONFORMING LANGUAGE
TO
INTERCONNECTION AGREEMENT - TEXAS**

This Interim Agreement Amendment with UNE Conforming Language is to the approved Interconnection Agreement entered into by and between Southwestern Bell Telephone, L.P. d/b/a SBC Texas ("SBC Texas") and CLEC NAME ("CLEC").

WHEREAS, the original Agreement modified by way of this Amendment is the result of CLEC's decision to opt into the Texas 271 Agreement ("T2A") or parts thereof pursuant to Order 55 in Project 16251 dated October 13, 1999, or as a result of the Final Order issued in Docket No. 24542, as such Agreement may have been modified from time to time, and to the extent the original Agreement was only a partial election by CLEC to opt into the T2A, such Agreement may also include certain voluntarily negotiated or arbitrated appendices/provisions (hereinafter collectively "the T2A Agreement"); and

WHEREAS, the T2A Agreement expired October 13, 2003; and

WHEREAS, on April 11, 2003, SBC Texas delivered to CLEC a timely request to negotiate a successor agreement to CLEC's T2A Agreement ("Notice to Negotiate"); and

WHEREAS, Section 4.2 of CLEC's T2A Agreement provides that if either party has served a Notice to Negotiate then, notwithstanding the expiration of the T2A Agreement on October 13, 2003, the terms, conditions and prices of the T2A Agreement will remain in effect for a maximum period of 135 days after such expiration for completion of negotiations and any necessary arbitration; and

WHEREAS, a series of extensions of the T2A have occurred, and the termination of the T2A occurred as of February 17, 2005; and

WHEREAS, on January 23, 2004, SBC Texas filed its Omnibus Petition for Arbitration in Docket No. 28821 against all Texas CLECs with interconnection agreements originally expiring on October 13, 2003. Additionally, also on January 23, 2004, separate petitions of arbitration were filed against SBC Texas by the following CLECs: Stratos Telecom, Inc., Comcast Phone of Texas, LLC, Heritage Technologies, Ltd., FamilyTel of Texas, LLC and Navigator Telecommunications, LLC; Birch Telecom of Texas Ltd. L.L.P. and Ionex Communications South, Inc; CLEC Joint Petitioners; MCImetro Access Transmission Services, LLC, MCI Worldcom Communications and Brooks Fiber Communications of Texas, Inc.; Sage Telecom of Texas, L.P.; AT&T Communications of Texas, L.P., TCG Dallas and Teleport Communications Houston, Inc.; and CLEC Coalition.

WHEREAS, it appears that a successor interconnection agreement will not be approved in the Arbitration until after February 17, 2005, the termination date of CLEC's T2A Agreement; and

WHEREAS, pursuant to Order No. 34 in Docket No. 28821 and the Texas Public Utility Commission's 2/10/05 ruling extending the effective date of the T2A from 2/17/05 to 2/28/05, the Texas PUC has ordered extension of the term of CLEC's T2A agreement beyond the termination date of February 17, 2005 to February 28, 2005, and has instructed the parties to create an amendment to incorporate its decision on TRO elements Order Addressing Threshold Issues dated April 19, 2004 and Order Addressing Motion for Reconsideration of Threshold Issues dated August 18, 2004 in Docket No. 28821, along with the transition periods/pricing from the FCC's TRO Remand Order, released February 4, 2005, and scheduled to become effective March 11, 2005. The Texas PUC has stated that the amendment will, along with the CLEC's T2A agreement, Attachments 6-10, and the Arbitration Award on Track One Issues in Docket No. 28821, and the Texas UNE Rate Amendment resulting from the September 9, 2004 Revised

Arbitration Award in Docket No. 28600, govern as an interim interconnection agreement approved by the Texas PUC during the period between the TPUC-established termination of the T2A Agreement (i.e., February 28, 2005) and the earlier of: (i) the date a successor agreement between SBC Texas and CLEC is approved or is deemed to have been approved by the Texas PUC; or (ii) July 31, 2005; and

WHEREAS, the interim agreement will automatically terminate the earlier of: (i) the date a successor agreement between SBC Texas and CLEC is approved or is deemed to have been approved by the TPUC; or (ii) July 31, 2005; and full intervening law rights are available to both parties under the interim agreement notwithstanding any language in CLEC's T2A Agreement, Attachments 6-10 to the contrary;

NOW, THEREFORE, in consideration of the foregoing, and the promises and mutual agreements set forth herein, and to facilitate the orderly progress of the Arbitration to conclusion, the T2A Agreement is hereby amended, as follows, to be effective only on an Interim basis, for the purposes herein expressed, and for a finite, interim term to expire the earlier of (i) the date a successor agreement between SBC and CLEC is approved or is deemed to have been approved by the TPUC; or (ii) July 31, 2005; and to make full intervening law rights available to both parties:

1. The Whereas clauses contained herein are incorporated into this Agreement.
2. The title of the T2A Agreement is hereby changed to "Interim Interconnection Agreement - Texas." All internal references to the "Agreement" are hereby changed to "Interim Agreement."
3. Sections 4.1, including Sections 4.1.1 and 4.1.2, Sections 4.2, 4.2.1 and 4.3 of the General Terms and Conditions of the Agreement are hereby deleted in their entirety and replaced with the following:
 - 4.1 **Effective Date and Expiration/Termination.** The Interim Agreement shall be deemed effective following approval by the TPUC and commencing on the TPUC-established termination of the T2A Agreement February 28, 2005, and shall terminate, without any further action on the part of either Party, the earlier of:
 - 4.1.1 The effective date of approval by the TPUC of a successor agreement to the T2A or partial-T2A Agreement(s) in the above referenced Arbitration; or
 - 4.1.2 The date a successor agreement between SBC and CLEC is approved or is deemed to have been approved by the TPUC; or
 - 4.1.3 The effective date of a written and signed agreement between the parties that the Interim Agreement is terminated; or
 - 4.1.4 A proper request by CLEC that the Interim Agreement be terminated (subject to CLEC's post-termination obligations, such as CLEC's payment obligation(s) and the other obligations set forth in Section 44.0 "Survival of Obligations" of the General Terms and Conditions); or
 - 4.1.5 Termination for any other reason, such as non-payment (as set forth in Section 10 of the General Terms and Conditions), subject to CLEC's post-termination obligations, such as CLEC's payment obligation(s) and the other obligations set forth in Section 44.0 "Survival of Obligations" of the General Terms and Conditions; or
 - 4.1.6 July 31, 2005.
4. Sections 2.0 and 2.1 ("Effective Date") of the General Terms and Conditions of the Agreement are deleted in their entirety.
5. Nothing in this Agreement is to be interpreted as an agreement by SBC Texas to an extension of the T2A or any Section 271 obligations. The Interim Agreement, notwithstanding any provision to the contrary, is not based upon the same consideration or conditions as the T2A Agreement, and, regardless of when this Amendment is executed or effective, it shall not have the effect of extending the T2A Agreement, even if the

Agreement contained or contains, in whole or in part, provisions identical or substantially similar to provisions contained in the T2A Agreement. Any issues relating to Section 271 and any disputed issues with respect to language in the preamble to the underlying Agreement will be addressed in the proceedings related to the Parties' successor Interconnection Agreement, and the parties reserve their rights to all arguments related to the disposition of such issues.

6. Sections 1.3, 18.2, 18.3, and 30.2 of the General Terms and Conditions of the Agreement are hereby deleted in their entirety, and replaced with the following:

2.0 Intervening Law

- 2.1 In entering into this Amendment and Interim Agreement, neither Party is waiving, and each Party hereby expressly reserves, any of the rights, remedies or arguments it may have at law or under the intervening law or regulatory change provisions in the underlying Agreement (including intervening law rights asserted by either Party via written notice predating this Amendment) with respect to any orders, decisions, legislation or proceedings and any remands thereof, including, without limitation, the following actions, which the Parties have not yet fully incorporated into this Agreement or which may be the subject of further review: *Verizon v. FCC*, et. al, 535 U.S. 467 (2002); *USTA, et. al v. FCC*, 290 F.3d 415 (D.C. Cir. 2002) ("*USTA I*") and following remand and appeal, *USTA v. FCC*, 359 F.3d 554 (D.C. Cir. 2004) ("*USTA II*"); the FCC's 2003 Triennial Review Order and 2005 Triennial Review Remand Order; and the FCC's Order on Remand and Report and Order in CC Dockets No. 96-98 and 99-68, 16 FCC Rcd 9151 (2001), (rel. April 27, 2001), which was remanded in *WorldCom, Inc. v. FCC*, 288 F.3d 429 (D.C. Cir. 2002).

7. Sections 14.1, 14.5, and 14.8 of Attachment 6: Unbundled Network Elements are hereby deleted and Section 1.0 ("Introduction") of Attachment 6: Unbundled Network Elements of the Agreement is hereby deleted and replaced with the following:

1.0 Declassified Network Elements No Longer Required

- 1.1 **TRO-Declassified Elements.** Notwithstanding anything in this Interim Agreement, pursuant to the TRO and to the decision in *USTA II*, except as provided in Paragraph 3.0 below, nothing in this Interim Agreement requires SBC Texas to provide to CLEC any of the following items as an unbundled network element, either alone or in combination (whether new, existing, or pre-existing) with any other element, service or functionality: (i) entrance facilities; (ii) OCn dedicated transport; (iii) "enterprise market" local circuit switching for DS1 and higher capacity switching; (iv) OCn loops; (v) the feeder portion of the loop; (vi) any call-related database (other than the 911 and E911 databases), that is not provisioned in connection with CLEC's use of embedded base SBC Texas unbundled local circuit switching (as provided in Section 1.3, below); (vii) Operator Services and Directory Assistance that is not provisioned in connection with CLEC's use of embedded base SBC Texas unbundled local circuit switching (as provided in Section 1.3 below); (viii) Shared Transport and SS7 signaling that is not provisioned in connection with CLEC's use of embedded base SBC Texas unbundled local circuit switching (as provided in Section 1.3 below); (ix) packet switching, including routers and DSLAMs; (x) the packetized bandwidth, features, functions, capabilities, electronics and other equipment used to transmit packetized information over hybrid loops (as defined in 47 C.F.R. § 51.319(a)(2)), including without limitation, xDSL-capable line cards installed in digital loop carrier ("DLC") systems or equipment used to provide passive optical networking ("PON") capabilities; (xi) fiber-to-the-home Loops and fiber-to-the-curb Loops (as defined in 47 C.F.R. § 51.319(a)(3)) ("FTTH Loops" and "FTTC Loops"), except to the extent that SBC Texas has deployed such fiber in parallel to, or in replacement of, an existing copper loop facility and elects to retire the copper loop, in which case SBC Texas will provide nondiscriminatory access to a 64 kilobits per second transmission path capable of voice grade service over the FTTH Loop or

FTTC Loop on an unbundled basis to the extent required by terms and conditions in the Agreement.

1.1.1 SBC Texas will provide written notice to CLEC of its intention to discontinue the provision of one or more of the TRO-Declassified Elements identified in Section 1.1, above under the Agreement. During a transitional period of thirty (30) days from the date of such notice, SBC Texas agrees to continue providing such TRO-Declassified Elements under the terms of the Agreement, to the extent required by the Agreement.

1.1.1.1 Upon receipt of such written notice, CLEC will cease new orders for such network element(s) that are identified in the SBC Texas notice letter. SBC Texas reserves the right to monitor, review, and/or reject CLEC orders transmitted to SBC Texas and, to the extent that the CLEC has submitted orders and such orders are provisioned after this 30-day transitional period, such network elements are still subject to this Paragraph Section 1, including the CLEC options set forth in subparagraph 1.1.1.1.1 below, and SBC Texas's right of conversion in the event the CLEC options are not accomplished by the end of the 30-day transitional period.

1.1.1.1.1 During such 30-day transitional period, the following options are available to CLEC with regard to the network element(s) identified in the SBC Texas notice, including the combination or other arrangement in which the network element(s) were previously provided:

- (i) CLEC may issue an LSR or ASR, as applicable, to seek disconnection or other discontinuance of the network element(s) and/or the combination or other arrangement in which the element(s) were previously provided; or
- (ii) SBC Texas and CLEC may agree upon another service arrangement (e.g. via a separate agreement at market-based rates or resale), or may agree that an analogous resale service or access product or service may be substituted, if available.

Notwithstanding anything to the contrary in the Agreement, including any amendments to the Agreement, at the end of the thirty (30) day transitional period, unless CLEC has submitted a disconnect/discontinuance LSR or ASR, as applicable, under subparagraph (i), above, and if CLEC and SBC Texas have failed to reach agreement, under subparagraph (ii), above, as to a substitute service arrangement or element, then SBC Texas will convert the subject element(s), whether alone or in combination with or as part of any other arrangement to an analogous resale or access service or arrangement, if available, at rates applicable to such analogous service or arrangement.

1.2 TRO Remand Order – Declassified High-Capacity Loop and Dedicated Transport Elements No Longer Required. Notwithstanding anything in the Agreement, effective March 11, 2005, pursuant to Rule 51.319(a) and Rule 51.319(e) as set forth in the TRO Remand Order, the following high-capacity loop and dedicated transport elements are no longer required to be provided by SBC Texas on an unbundled basis under the Agreement, whether alone, in combination, or otherwise:

- Dark Fiber Loops;
- DS1 Loops or DS3 Loops in excess of the caps or to any building served by a wire center described in Rule 51.319(a)(4) or 51.319(a)(5), as set forth in the TRO Remand Order, as applicable;

6

- DS1 Dedicated Transport or DS3 Dedicated Transport in excess of the caps or between any pair of wire centers as described in Rule 51.319(e)(2)(ii) or 51.319(e)(2)(iii), as set forth in the TRO Remand Order, as applicable; and/or
- Dark Fiber Dedicated Transport, between any pair of wire centers as described in Rule 51.319(e)(2)(iv), as set forth in the TRO Remand Order.

The above-listed element(s) are referred to herein as the "Affected Loop-Transport Element(s)."

- 1.2.1 After March 11, 2005, pursuant to Rules 51.319(a) and (e), as set forth in the TRO Remand Order, SBC Texas shall continue to provide unbundled access to the Affected Loop-Transport Element(s) to CLEC, if and as provided by Attachment 6: UNE, only for CLEC to serve its embedded base. "Embedded base" shall refer only to Affected Loop-Transport Element(s) ordered by CLEC prior to March 11, 2005. The price for the embedded base Affected Loop-Transport Element(s) shall be the higher of (A) the rate CLEC paid for the embedded base Affected Loop-Transport Element(s) as of June 15, 2004 plus 15% or (B) the rate the state commission has established or establishes, if any, between June 16, 2004 and March 11, 2005 for the Affected Loop-Transport Element(s), plus 15%. CLEC shall be fully liable to SBC to pay such pricing under the Agreement, including applicable terms and conditions setting forth damages, interest, and/or late payment charges for failure to comply with payment terms, notwithstanding anything to the contrary in the underlying Agreement.

- 1.3 TRO Remand Order – Mass Market ULS/UNE-P – Notwithstanding anything in the underlying Agreement, effective March 11, 2005, pursuant to Rule 51.319(d) as set forth in the TRO Remand Order, Mass Market Local Circuit Switching, whether alone, in combination (as with UNE-P), or otherwise, is no longer required to be provided by SBC on an unbundled basis under the Agreement. Pursuant to the TRO Remand Order, "Mass Market" Local Circuit Switching means unbundled local circuit switching arrangements used to serve a customer at less than the DS1 capacity level (e.g., 23 or fewer Local Circuit Switching DS0 ports or the equivalent switching capacity).

- 1.3.1 After March 11, 2005, pursuant to Rule 51.319(d)(2)(iii), as set forth in the TRO Remand Order, SBC shall continue to provide unbundled access to Mass Market Local Circuit Switching/UNE-P to CLEC, if and as provided by Attachment 6: UNE, only for CLEC to serve its embedded base. "Embedded base" shall refer only to Mass Market Local Circuit Switching/UNE-P ordered by CLEC prior to March 11, 2005. The price for the embedded base Mass Market Local Circuit Switching/UNE-P shall be the higher of (A) the rate CLEC paid for the embedded base Mass Market Local Circuit Switching/UNE-P as of June 15, 2004 *plus one dollar* or (B) the rate the state commission has established or establishes, if any, between June 16, 2004 and March 11, 2005 for the Mass Market Local Circuit Switching/UNE-P, *plus one dollar*. CLEC shall be fully liable to SBC to pay such pricing under the Agreement, including applicable terms and conditions setting forth damages, interest, and/or late payment charges for failure to comply with payment terms, notwithstanding anything to the contrary in the underlying Agreement.

- 1.3.2 Consistent with Paragraphs 199 and 216 of the TRO Remand Order, which recognize that CLECs must have time to transition their embedded customer-base that is served using Mass-Market Local Circuit Switching and UNE-P combinations to other facilities, including self-deployed switching and UNE loops, CLEC shall not be prohibited from ordering and SBC shall provision (i) additional UNE-P access lines to serve CLEC's embedded

customer-base and (ii) moves and changes in UNE-P access lines to serve CLEC's embedded customer-base during the time that this Amendment is in effect.

- 1.4 Consistent with Paragraph 100 of the TRO Remand Order, CLEC shall have the right to verify and challenge SBC's identification of fiber-based collocation arrangements in the listed Tier 1 and Tier 2 wire centers as part of Track 2 of the Arbitration.
 - 1.4.1 If the PUC determines that SBC's identification of fiber-based collocation arrangements is in error and if the correction of such error results in change to one or more wire center's classification as a Tier 1 or Tier 2 wire center, the rates paid by CLEC for High-Capacity Loops and Transport shall be subject to true-up.
- 1.5 Consistent with Paragraph 234 of the TRO Remand Order, and recognizing that the designation of wire centers as Tier 1 and Tier 2 is dependent on facts not within CLEC's knowledge or control, CLEC shall undertake a reasonably diligent inquiry and shall self-certify, based on that inquiry, that its request for a High-Capacity Loop and/or Transport is consistent with the requirements of the TRO Remand Order. SBC shall provision the requested High-Capacity Loop and/or Transport according to standard provisioning intervals and only after provisioning may it challenge CLEC's ability to obtain the High-Capacity Loop and/or Transport.
 - 1.5.1 If it is subsequently determined that the CLEC's request for a High-Capacity Loop and/or Transport is inconsistent with the requirements of the TRO Remand Order, the rates paid by CLEC for High-Capacity Loops and Transport shall be subject to true-up.
 - 1.5.2 Consistent with footnote 524 of the TRO Remand Order, High-Capacity Loops no longer subject to unbundling under Section 251, shall be subject to true-up to the applicable transition rate.
- 1.6 Consistent with Paragraph 133 of the TRO Remand Order, CLEC shall have the right to retain and obtain dark fiber transport as an unbundled network element under Section 251 only on routes for which the wire center on one end is neither Tier 1 nor Tier 2.
- 1.7 **CONVERSIONS:** CLEC shall have the right to order and SBC shall provision conversions of special access services to UNEs and UNE Combinations during the time this Amendment is in effect; provided however, that CLEC (1) satisfies the tests set out in Paragraphs 591 through 599 of the TRO and (2) the UNE or the UNE Combination requested is not subject to any of the transition plans identified in the TRO Remand Order. That is, CLEC may not seek to request the conversion of a special access circuit to a UNE or UNE combination unless the UNE itself or each of the UNEs sought to be combined is ordered to be provided on an unbundled basis in the TRO Remand Order.
- 1.8 **COMMINGLED ARRANGEMENTS:** CLEC shall have the right to order and SBC shall provision the following commingled arrangements consisting of the following High-Capacity Loops and Transport required to be unbundled under Section 251 or subject to the transition plan set out in the TRO:
 - (a) UNE DS1 loop connected to:

- (1) a commingled wholesale/special access 3/1 mux and DS3 or higher capacity interoffice transport;¹
 - (2) a UNE DS1 transport which is then connected to a commingled wholesale/special access 3/1 mux and DS3 or higher capacity interoffice transport;
 - (3) a commingled wholesale/special access DS1 transport.
- (b) UNE DS1 transport connected to:
- (1) a commingled wholesale/special access 3/1 mux and DS3 or higher capacity interoffice transport.
- (c) UNE DS3 transport connect to:
- (1) a commingled wholesale/special access higher capacity interoffice transport.

1.8.1 SBC and CLEC shall establish and agree to a manual ordering process for the commingled arrangements identified in 1.6 above no later than 10 business days following the effective date of this Amendment. Commingled arrangements ordered by CLEC using the agreed-upon manual ordering process shall be provisioned within the provisioning intervals already established by SBC for the wholesale service(s) with which CLEC requests a UNE be commingled.

1.8.2 SBC shall charge the rates for UNEs (or UNE combinations) that are commingled with facilities or service obtained at wholesale (including, for example, special access services) on an element-by-element basis, and such wholesale facilities and services on a facility-by-facility, service-by-service basis.

1.8.3 The Parties agree that the list of commingled arrangements identified in 1.6 above is not a complete list of all commingled arrangements that ultimately may be made available to CLEC following the conclusion of Track 2 of the Arbitration. The Parties' disputes regarding the availability of other commingled arrangements as well as the process and procedures for ordering commingled arrangements are part of Track 2 of the Arbitration.

8. TO THE EXTENT THE UNDERLYING AGREEMENT INCLUDES LINE SHARING PROVISIONS INCLUDE THE FOLLOWING: The following provisions are hereby added to the Agreement specific to the High Frequency Portion of the Loop" ("HFPL"):

Grandfathered and New End-Users: SBC Texas will continue to provide access to the HFPL, where: (i) prior to October 2, 2003, CLEC began providing DSL service to a particular end-user customer and has not ceased providing DSL service to that customer ("Grandfathered End-Users"); and/or (ii) CLEC begins/began providing xDSL service to a particular end-user customer on or after October 2, 2003, and on or before the close of business December 3, 2004 ("New End-Users"). Such access to the HFPL shall be provided at the same monthly recurring rate that SBC Texas charged prior to October 2, 2003 and shall continue for Grandfathered End-Users until the earlier of: (1) CLEC's xDSL-base service to the end-user customer is disconnected for whatever reason, or (2) the FCC issues its Order in its Biennial Review Proceeding or any other relevant government action which modifies the FCC's HFPL grandfather clause established in its Triennial Review Order and as to New End-Users, the earlier of: (1) and (2) immediately above; or (3) October 2, 2006.

¹ "Higher capacity interoffice transport" must include any technology that is offered or made available with that transport on a regular or routine basis, e.g., SONET. This requirement applies to all references to "higher capacity interoffice transport" in this Section 1.6.

Beginning October 2, 2006, SBC Texas shall have no obligation to continue to provide the HFPL for CLEC to provide xDSL-based service to any New End-Users that CLEC began providing xDSL-based service to over the HFPL on or after October 2, 2003 and before December 3, 2004. Rather, effective October 2, 2006, CLEC must provide xDSL-based service to any such new end-user customer(s) via a line splitting arrangement, over a stand-alone xDSL Loop purchased from SBC Texas, or through an alternate arrangement, if any, that the Parties may negotiate. Any references to the HFPL being made available as an unbundled network element or "UNE" are hereby deleted from the underlying Agreement.

9. Except as prohibited or otherwise affected by the *Interim Order*, nothing in this Amendment shall affect the general application and effectiveness of the Interim Agreement's "change of law," "intervening law," "successor rates" and/or any other similar provisions and/or rights under the Interim Agreement. The rights and obligations set forth in this Amendment apply in addition to any other rights and obligations that may be created by such intervening law, change in law or other substantively similar provision.
10. This Amendment shall be deemed to revise the rates, terms and provisions of the Agreement, including without limitation all associated prices in the Agreement to the extent necessary to give effect to the terms and conditions of this Amendment. In the event of a conflict between the terms and conditions of this Amendment and the rates, terms and conditions of the Agreement, this Amendment shall govern. By way of example only, if the Agreement provides that a combination of UNEs must be provided by SBC Texas, CLEC may not obtain a combination including one or more elements affected by Section 1.0 "Declassified Elements No Longer Required," above. By way of additional example only, if the Agreement provides (or assumes) that a UNE must be provided by SBC Texas, elements affected by Section 1.0 "Declassified Elements No Longer Required" are, nonetheless, not required to be provided, except to the limited extent set forth in Section 1.0 "Elements No Longer Required" and in such case, any rates for Elements No Longer Required under the Agreement shall be deemed removed from the Pricing Schedule to the Agreement.
11. This Amendment may require that certain sections of the Agreement shall be replaced and/or modified by the provisions set forth in this Amendment including without limitation certain sections not explicitly identified in this Amendment. The Parties agree that such replacement and/or modification shall be accomplished without the necessity of physically removing and replacing or modifying such language throughout the Agreement. Rather, the Agreement shall automatically be deemed to be modified by way of this Amendment to the extent necessary to implement the provisions of this Amendment.
12. Nothing in this Amendment shall be deemed to affect the right of a Party to exercise any rights it may have under the Interim Agreement including, without limitation, its intervening law rights, any rights of termination, and/or any other rights available to either Party under the Interim Agreement.
13. Although it is not necessary to give effect to the terms and conditions of this Amendment, including pricing provisions, upon written request of either Party, the Parties may amend any and all Interim Agreement rates and/or pricing schedules to formally conform the Interim Agreement to reflect the terms and conditions of this Amendment.
14. Notwithstanding any contrary provision in the Interim Agreement, this Amendment, or any applicable SBC tariff, nothing contained in the Interim Agreement, this Amendment, or any applicable SBC tariff shall limit SBC Texas's right to appeal, seek reconsideration of or otherwise seek to have stayed, modified, reversed or invalidated any order, rule, regulation, decision, ordinance or statute issued by the Texas PUC, the FCC, any court or any other governmental authority related to, concerning, or that may affect SBC Texas's obligations under the Interim Agreement, this Amendment, any applicable SBC tariff, or applicable law.

15. **PERFORMANCE MEASURES and REMEDY PLAN:** The performance measures and the existing remedy plan contained in the T2A for ordering, provisioning and maintenance shall apply to all High-Capacity Loops and Transport, and all Mass-Market Switching/UNE-P access lines during the period in which this Amendment is effective.
16. In entering into this Amendment, neither Party is waiving, and each Party hereby expressly reserves, any of the rights, remedies or arguments it may have at law or under the intervening law or regulatory change provisions in the underlying Agreement (including intervening law rights asserted by either Party via written notice predating this Amendment) with respect to any orders, decisions, legislation or proceedings and any remands thereof, including, without limitation, the following actions, to the extent the Parties have not yet fully incorporated them into this Agreement or which may be the subject of further government review: *Verizon v. FCC, et. al.*, 535 U.S. 467 (2002); *USTA, et. al v. FCC*, 290 F.3d 415 (D.C. Cir. 2002) and following remand and appeal, *USTA v. FCC*, 359 F.3d 554 (D.C. Cir. 2004); the FCC's Triennial Review Order (rel. Aug. 21, 2003) including, without limitation, the FCC's MDU Reconsideration Order (FCC 04-191) (rel. Aug. 9, 2004) and the FCC's Order on Reconsideration (FCC 04-248) (rel. Oct. 18, 2004); the FCC's Triennial Review Remand Order (rel. Feb. 4, 2005), WC Docket No. 04-313; CC Docket No. 01-338; and the FCC's Order on Remand and Report and Order in CC Dockets No. 96-98 and 99-68, 16 FCC Rcd 9151 (2001), (rel. April 27, 2001), which was remanded in *WorldCom, Inc. v. FCC*, 288 F.3d 429 (D.C. Cir. 2002). The Parties further acknowledge and agree that this Amendment is to effectuate an Interim Agreement for a finite period of time to afford the Texas PUC and the Parties additional time to finalize a successor interconnection agreement based upon the provisions set forth herein. Therefore, the Parties acknowledge and agree that: (i) because this Amendment is to effectuate an Interim Agreement and not a final 251/252 Interconnection Agreement between the Parties; and (ii) effectively incorporates pricing changes into the Interim Agreement; and (iii) the Interim Agreement contains certain arbitrated provisions; and (iii) portions of the Interim Agreement are the result of CLEC's prior decision to opt into the T2A Agreement or parts thereof; that no aspect/provisions of this Interim Agreement qualify for portability into Illinois or any other state under 220 ILCS 5/13-801(b) ("Illinois Law"), Condition 27 of the Merger Order issued by the Illinois Commerce Commission in Docket No. 98-0555 ("Condition 27") or any other state or federal statute, regulation, order or legal obligation (collectively "Law"), if any.

11

ARBITRATION OF NON-COSTING
ISSUES FOR SUCCESSOR
INTERCONNECTION AGREEMENTS
TO THE TEXAS 271 AGREEMENT

§
§
§
§

PUBLIC UTILITY COMMISSION
OF TEXAS

RECEIVED
05 MAR -8 PM 3:53
PUBLIC UTILITY COMMISSION
FILING CLERK

PROPOSED ORDER ON CLARIFICATION

This Order clarifies Order No. 39¹ regarding the Interim Agreement Amendment applicable to the Texas 271 Agreement (T2A) and T2A-based interconnection agreements between Southwestern Bell Telephone, L.P. d/b/a SBC Texas (SBC Texas) and competitive local exchange carriers (CLECs).

The Commission clarifies its intent that, as used in sections 1.3.1 and 1.3.2 of the Interim Agreement Amendment,² “embedded base” or “embedded customer-base” refers to existing customers rather than existing lines. The *Triennial Review Remand Order (TRRO)*³ preserved mass market local circuit switching during the transition period for the embedded customer base of UNE-P customers, requiring that “incumbent LECs must continue providing access to mass market local circuit switching . . . for the competitive LEC to serve those customers until the incumbent LECs successfully convert those customers to the new arrangements.”⁴ The Commission notes that the conflicting interpretations of “embedded customer-base” will be an issue in Track II of this proceeding. However, until a final determination of this issue, SBC Texas shall have an obligation to provision new UNE-P lines to CLECs’ embedded customer-base, including moves, changes and additions of UNE-P lines for such customer base at new physical locations. Any price differential for which SBC Texas may seek true-up shall be addressed in Track II or a subsequent proceeding.

Further, the Commission notes that in view of the FCC’s February 4, 2005, letter requesting ILECs to designate wire centers as Tier 1 and Tier 2, Sections 1.5 and 1.5.1 of the Interim Agreement Amendment may require clarification.⁵ Accordingly, the Commission

¹ Order No. 39, Issuing Interim Agreement Amendment (Feb 25, 2005).

² Order No. 39, Issuing Interim Agreement Amendment at 7 (Feb 25, 2005).

³ *Unbundled Access to Network Elements and Review of the Section 251 Unbundling Obligations of Incumbent Local Exchange Carriers*, WC Docket No. 01-388 and CC Docket No. 01-388, Order on Remand, FCC 04-290 (Feb. 4, 2005) (*Triennial Review Remand Order*)

⁴ *Triennial Review Remand Order* at para. 216

⁵ Order No. 39, Issuing Interim Agreement Amendment at 8 (Feb 25, 2005).

clarifies that, unless the FCC approves the list of wire centers designated by SBC Texas in its February 18, 2005 filing, paragraph 234 of the *TRRO* allows CLECs to self-certify their eligibility for dedicated transport and high-capacity loops and requires ILECs to provision the UNE before submitting any dispute regarding eligibility for the UNE. However, if the FCC approves the wire centers identified by SBC Texas, the PUC clarifies its intent that the FCC's determination shall be dispositive of the disputes regarding eligibility for the UNEs.

SBC Texas shall provide a copy of this Order to those CLECs to which SBC Texas sent the February 11, 2005 Accessible Letters regarding the circumstances in which it intends to deny access to those UNEs addressed in this Order.

SIGNED AT AUSTIN, TEXAS the _____ day of _____ 2005.

PUBLIC UTILITY COMMISSION OF TEXAS

JULIE PARSLEY, COMMISSIONER

PAUL HUDSON, CHAIRMAN

BARRY T. SMITHERMAN, COMMISSIONER

BEFORE

THE PUBLIC UTILITIES COMMISSION OF OHIO

| | | |
|--|---|------------------------|
| In the Matter of the Emergency Petition of |) | |
| LDMI Telecommunications, Inc., MCImetro |) | |
| Access Transmission Service, LLC, and |) | |
| CoreComm Newco, Inc. for a Declaratory |) | |
| Ruling Prohibiting SBC Ohio from |) | Case No. 05-298-TP-UNC |
| Breaching its Existing Interconnection |) | |
| Agreements and Preserving the Status Quo |) | |
| with Respect to Unbundled Network |) | |
| Element Orders. |) | |
| | | |
| In the Matter of the Petition of XO |) | |
| Communications Services, Inc., for an |) | |
| Emergency Order Preserving the Status |) | |
| Quo and Prohibiting Discontinuance of |) | Case No. 05-299-TP-UNC |
| Certain Unbundled Network Element |) | |
| Services. |) | |

ENTRY

The Commission finds:

- (1) On February 4, 2005, the Federal Communications Commission (FCC) released its Order on Remand (TRRO) in CC Docket No. 01-338 in response to certain issues that had been vacated and remanded in part back to the FCC by the D.C. Circuit Court in *United States Telecom Ass'n v. FCC*, 359 F.3d 554 (D.C. Cir. 2004) (*USTA II*) cert. denied, 125 S.Ct. 313, 316, 345 (2004). Among other things, the FCC in the TRRO put into place new rules applicable to incumbent local exchange carriers' (ILECs') unbundling obligations with regard to mass market local circuit switching, high-capacity loops and dedicated interoffice transport.

Recognizing that it had removed significant unbundling obligations, the FCC directed that, for the embedded customer base, a transition period and transition pricing would apply during which the impacted competitive local exchange carriers (CLECs) would be able to continue purchasing the involved unbundled network elements. During the transition period, the ILECs and the CLECs were directed to modify their interconnection agreements, including completing any change of law processes to perform the tasks necessary for an orderly

This is to certify that the images appearing are an accurate and complete reproduction of a case file document delivered in the regular course of business
 Technician LT Date Processed 3/9/05

transition to alternative facilities or arrangements. The FCC determined the effective date of these new rules to be March 11, 2005.

- (2) On February 11, 2005, SBC made available on its CLEC website five accessible letters through which the company outlined the manner in which each of the SBC ILECs would implement the provisions of the FCC's new rules adopted in the TRRO.
- (3) On March 4, 2005, MCImetro Access Transmission Services, LLC, LDMI Telecommunications, Inc. and CoreComm Newco, Inc. filed a petition (Case No. 05-298-TP-UNC) and a motion for emergency relief seeking a declaratory ruling prohibiting SBC Ohio from breaching its existing interconnection agreements and preserving the status quo with respect to unbundled network element orders. Similarly, on that same day, XO Communications Services, Inc. filed its own petition (Case No. 05-299-TP-UNC) seeking an emergency order preserving the status quo and prohibiting discontinuance of certain unbundled element (UNE) services.

The joint petitioners assert that, in order to avoid suffering irreparable damage to their businesses, the Commission must issue a directive no later than March 10, 2005, requiring SBC Ohio to continue accepting and processing the joint petitioners' orders for the UNE-platform, including moves and adds, to the joint petitioners' existing embedded customer base, as well as orders for DS1 and DS3 loops or transport, and dark fiber pursuant to the rates, terms and conditions of their respective interconnection agreements. The joint petitioners further request that SBC Ohio be directed to comply with the change of law provisions of the respective interconnection agreements regarding implementation of the TRRO. As a final matter, the joint petitioners request that the negotiation process contemplated as part of the change of law provisions in the interconnection agreements include the provisions of the TRRO and of the Triennial Review Order that are more favorable to the joint applicants.

- (4) SBC Ohio filed responses opposing the joint petitioners' petitions for emergency relief and preserving the status quo on March 8, 2005.

- (5) The Commission finds that the petitions filed by the joint applicants should be granted in part and denied in part. The FCC very clearly determined that, effective March 11, 2005, the ILECs unbundling obligations with regard to mass market local circuit switching, certain high-capacity loops, and certain dedicated interoffice transport would no longer apply to serve new customers. Just as clearly, however, the FCC also envisioned that, for the embedded customer base, a transition period would apply during which the FCC expected the parties to negotiate and adopt modifications to their interconnection agreements. In addition, the FCC recognized that access to certain UNEs addressed in the TRRO would still be necessary in order to serve the CLECs' embedded base of end-user customers.

In paragraph 233 of the TRRO, the FCC stated that:

We expect that incumbent LECs and competing carriers will implement the Commission's findings as directed by section 252 of the Act. Thus, carriers must implement changes to their interconnection agreements consistent with our conclusions in this Order. We note that the failure of an incumbent LEC or a competitive LEC to negotiate in good faith under section 251(c)(1) of the Act and our implementing rules may subject that party to enforcement action. Thus, the incumbent LEC and competitive LEC must negotiate in good faith regarding any rates, terms, and conditions necessary to implement our rule changes. We expect that parties to the negotiating process will not unreasonably delay implementation of the conclusions adopted in this Order. *We encourage the state commissions to monitor this area closely to ensure that parties do not engage in unnecessary delay.* (Emphasis added).

Paragraph 233 clearly indicates that the FCC did not contemplate that ILECs would unilaterally dictate to CLECs the changes to their interconnection agreements necessary to implement the FCC's findings in the TRRO. Just as clearly, this Commission was afforded an important role in the process by which ILECs and CLECs resolve their differences through good faith negotiations. Moreover, the Commission was specifically

encouraged by the FCC to monitor implementation of the accessible letters issued by SBC to ensure that the parties do not engage in unnecessary delay.

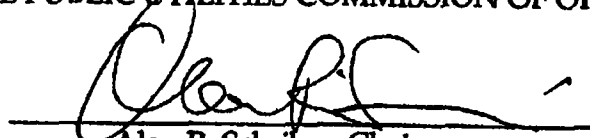
The centerpiece of the FCC's TRRO is the negotiation process envisioned to take place during the transition period to move the CLECs embedded customer base onto alternative facilities or arrangements. To date there have been few negotiations between SBC Ohio and the joint petitioners that would lead to interconnection agreement amendments that conform to the FCC's TRRO. Therefore, in order to afford the parties additional time to negotiate the applicable interconnection agreement amendments necessary to transition the CLECs embedded customer base as contemplated by the TRRO, SBC Ohio is directed to continue processing CLEC orders for the embedded base of unbundled local circuit switching used to serve mass market customers until no later than May 1, 2005. Accordingly, SBC Ohio is directed to not unilaterally impose those provisions of the accessible letters that involve the embedded customer base until the company has negotiated and executed the applicable interconnection agreements with the involved CLECs. During this negotiation window, all parties, both ILECs and CLECs, are instructed to negotiate in good faith interconnection agreement amendments to implement the FCC-ordered rule changes. Staff is empowered to work with the parties to ensure that meaningful negotiations take place consistent with the FCC's directive to monitor the negotiation process to ensure that the parties do not engage in unnecessary delay.

It is, therefore,

ORDERED, That the petitions filed on March 4, 2005, are granted in part and denied in part in accordance with finding 5. It is, further,

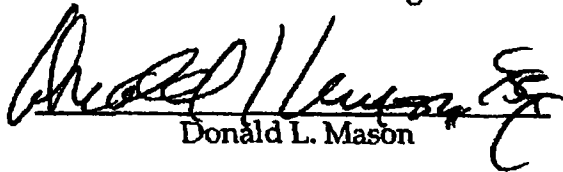
ORDERED, That a copy of this entry shall be served upon MCImetro Access Transmission Services, LLC, LDMI Telecommunications, Inc., CoreComm Newco, Inc., XO Communications Services, Inc., SBC Ohio, their respective counsel and upon all other parties of interest in this matter.

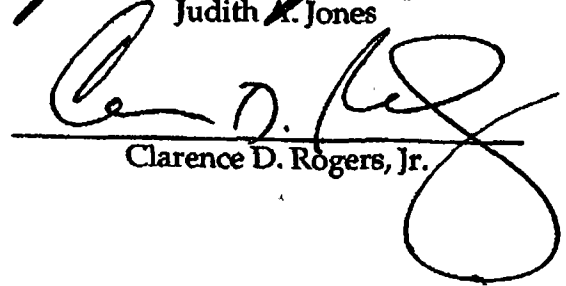
THE PUBLIC UTILITIES COMMISSION OF OHIO


Alan R. Schriber, Chairman


Ronda Hartman Fergus


Judith A. Jones


Donald L. Mason


Clarence D. Rogers, Jr.

JRJ/ct

Entered in the Journal

MAR 09 2005



Renee J. Jenkins
Secretary

STATE OF INDIANA



INDIANA UTILITY REGULATORY COMMISSION
302 W. WASHINGTON STREET, SUITE E-306
INDIANAPOLIS, INDIANA 46204-2764

<http://www.state.in.us/iurc/>
Office: (317) 232-2701
Facsimile: (317) 232-8758

MAR 09 2005

INDIANA UTILITY
REGULATORY COMMISSION
CAUSE NO. 42749

**COMPLAINT OF INDIANA BELL TELEPHONE
COMPANY, INCORPORATED D/B/A SBC
INDIANA FOR EXPEDITED REVIEW OF A
DISPUTE WITH CERTAIN CLECS REGARDING
ADOPTION OF AN AMENDMENT TO
COMMISSION APPROVED
INTERCONNECTION AGREEMENTS**

You are hereby notified that on this date the Presiding Officers in this Cause make the following Entry:

1. **Background.** On February 25, 2005, the following competitive local exchange carriers ("CLECs") and Respondents in this proceeding: Acme Communications, Inc., eGIX Network Services, Inc., Cinergy Communications Company, Midwest Telecom of America, Inc., MCImetro Access Transmission Services LLC, MCI WorldCom Communications, Inc., Intermedia Communications, Inc., Trinsic Communications, Inc., and Talk America Inc. (collectively "Joint CLECs") filed a *Joint Motion for Emergency Order Preserving Status Quo for UNE-P Orders* ("Motion") with the Indiana Utility Regulatory Commission ("Commission"). The Motion asserts that the Complainant in this Cause, Indiana Bell Telephone Company, Incorporated d/b/a/ SBC Indiana ("SBC Indiana"), which is an incumbent local exchange carrier ("ILEC"), has stated that it intends to take action on or before March 11, 2005, to reject Joint CLECs' unbundled network element platform¹ ("UNE-P") orders. Such action, according to the Joint CLECs, will cause them irreparable harm and will breach SBC Indiana's currently effective, Commission-approved interconnection agreements with the Joint CLECs. The Joint CLECs request that the Commission, on or before March 7, 2005, issue a directive requiring SBC Indiana to (1) continue accepting and processing the Joint CLECs' UNE-P orders, including moves, adds, and changes to the Joint CLECs' existing embedded customer base, under the rates, terms and conditions of their respective interconnection agreements and (2) comply with the change of law provisions of the interconnection agreements in implementing the Federal Communication Commission's ("FCC's") *Triennial Review Remand Order* ("TRRO").²

¹ The unbundled network element platform consists of a complete set of unbundled network elements (local circuit switching, loops and shared transport) that a CLEC can obtain from an ILEC in order to provide an end-to-end circuit.

² Order on Remand, *In re Unbundled Access to Network Elements*, WC Docket No. 04-313, CC Docket No.01-338, 2005 WL 289015 (FCC Feb. 4, 2005).

Based on Joint CLEC's allegation that an emergency situation exists, a Docket Entry was issued on March 1, 2005, that modified the times, as found in 170 IAC 1-1.1-12, for SBC Indiana to file a Response to the Motion and for Joint CLECs to file a Reply to a Response. A Response and a Reply were timely filed on March 2 and March 4, 2005, respectively.

The Motion is in response to a statement in recent SBC Indiana Accessible Letters to Joint CLECs that, beginning March 11, 2005, SBC Indiana will no longer accept UNE-P orders. According to SBC Indiana, its plan to no longer accept UNE-P orders beginning March 11, 2005, is in compliance with that part of the FCC's February 4, 2005 TRRO which states that, as of the effective date of the TRRO (March 11, 2005), CLECs are not permitted to add new UNE-P arrangements using unbundled access to local circuit switching. Joint CLECs argue that such action by SBC Indiana would be a unilateral action in violation of SBC Indiana's interconnection agreements with the Joint CLECs.

2. **Joint CLECs' Position.** Joint CLECs point to the provision in each interconnection agreement that requires SBC Indiana to provide UNE-P to the CLEC at specified rates. Joint CLECs further state that any modification to an interconnection agreement made necessary by a change in law requires adherence to each agreement's specified change of law process which typically includes notice, negotiation and, if necessary, dispute resolution. Therefore, according to the Joint CLECs, SBC Indiana is required to continue to provide UNE-P to the Joint CLECs until such time as each agreement's change of law process has been fulfilled with respect to the change of law directive in the TRRO.

Joint CLECs contend that adherence to change of law processes will be substantive undertakings with respect to the TRRO's ruling that ILECs are no longer required to provide unbundled switching, because SBC Indiana is under obligations independent of Sections 251/252 of the federal Telecommunications Act of 1996³ ("Act") to provide UNE-P to the Joint CLECs. Joint CLECs posit that, notwithstanding the TRRO's finding that ILECs are no longer required to make UNE-P available to CLECs, State statute and prior Commission Orders, Section 271 of the Act, and the *SBC/Ameritech Merger Order*⁴ require SBC Indiana to continue to make UNE-P available to the Joint CLECs. The Joint CLECs also argue that the TRRO itself requires carriers to implement the findings in the TRRO by implementing appropriate changes to their interconnection agreements.

Joint CLECs point not only to the terms of their interconnection agreements and language in the TRRO as requiring adherence to the requisite change of law provisions, but also to our January 21, 2005 Docket Entry in this Cause that, in denying certain Motions to Dismiss filed by certain CLEC Respondents, stated we would require factual

³ The 1996 Act amended the Communications Act of 1934, 47 U.S.C. § 151 *et seq.*

⁴ *Applications of Ameritech Corp. and SBC Communications Inc. For Consent to Transfer Control*, 14 FCC Rcd 14712 (1999).

evidence relevant to each interconnection agreement's change of law provisions in order to determine if Commission intervention was an appropriate remedy. Joint CLECs conclude that it is appropriate for the Commission to preserve the status quo as to all of the issues raised in the applicable Accessible Letters by requiring SBC Indiana to engage in the relevant change of law processes that are mandated by the parties' interconnection agreements, by the FCC in the TRRO, and in our January 21, 2005 Docket Entry in this Cause.

3. **SBC Indiana's Position.** SBC Indiana contends that the language of the TRRO is unambiguous and even repetitive in its express forbiddance of new UNE-P orders as of March 11, 2005. SBC Indiana claims, therefore, that the provisions of the Accessible Letters that are the subject of Joint CLECs' Motion are merely SBC Indiana's plan to implement, and are in full compliance with, the TRRO. SBC Indiana further argues that implementation of the FCC's clear prohibition against new UNE-P as of March 11, 2005, does not require negotiations between carriers that have entered into interconnection agreements.

SBC Indiana also contends that the Commission lacks jurisdiction to stay an action of the FCC; that only the FCC itself or a federal court of appeals has such jurisdiction. As a result, according to SBC Indiana, any dispute with the FCC's bar on continued access to UNE-P as of March 11, 2005, must come as a challenge to the FCC order itself and not SBC Indiana's planned implementation of it.

4. **The TRRO.** In a further attempt to adopt rules implementing the Act's requirement that the FCC determine those unbundled network elements to which CLECs "at a minimum" need access in order to compete, the FCC issued its Triennial Review Order⁵ ("TRO") on August 21, 2003. Among other things, the TRO found that CLECs were competitively impaired without unbundled access to ILECs' circuit switching for the mass market. The FCC determined that this impairment was primarily due to delays and other problems associated with ILECs' hot cut⁶ processes. Accordingly, all state commissions, including this Commission, were directed to either determine that there was no such impairment in a particular market or develop a "batch" hot cut process that would efficiently provision multiple CLEC orders for circuit switching. As a result, this Commission initiated three Causes to address the directives of the TRO, including one proceeding devoted to developing a batch hot cut process.

Major parts of the TRO were almost immediately challenged in the Federal District Court of Appeals for the D.C. Circuit, which eventually vacated major portions of the TRO. In the end, appeals to the U.S. Supreme Court to reverse the D.C. Circuit were unsuccessful. Among other findings, the D.C. Circuit vacated the rules that allowed states to conduct impairment analyses and the FCC's national finding of impairment for

⁵ *Report and Order and Order on Remand and Further Notice of Proposed Rulemaking, Review of the Section 251 Unbundling Obligations of Incumbent Local Exchange Carriers*, 18 FCC Rcd 16978 (2003).

⁶ The physical process by which a customer is removed from the switch of one carrier and added to the switch of another carrier is referred to as a "hot cut."

mass market switching. The Court remanded those vacated parts of the TRO back to the FCC to make findings consistent with the Court's determinations. The result of that remand is the FCC's TRRO.

5. **The TRRO's Reasoning for Eliminating UNE-P.** In ruling to eliminate UNE-P, the FCC determined, based on the record developed during the TRO remand proceeding, that CLECs:

. . . . not only have deployed a significant, growing number of their own switches, often using new, more efficient technologies such as packet switches, but also that they are able to use those switches to serve the mass market in many areas, and that similar deployment is possible in other geographic markets. Additionally, we find that the BOCs have made significant improvements in their hot cut processes that should better situate them to perform larger volumes of hot cuts ("batch hot cuts") to the extent necessary. We find that these factors substantially mitigate the *Triennial Review Order's* stated concerns about circuit switching impairment. Moreover, regardless of any limited potential impairment requesting carriers may still face, we find that the continued availability of unbundled mass market switching would impose significant costs in the form of decreased investment incentives, and therefore we conclude not to unbundled pursuant to section 251(d)(2)'s "at a minimum" authority.⁷

The FCC elaborated on its concern that unbundling of mass market circuit switching has created a disincentive for CLECs to invest in facilities-based competition, by stating:

Five years ago, the Commission [FCC] expressed a preference for facilities-based competition. This preference has been validated by the D.C. Circuit as the correct reading of the statute. Since its inception, UNE-P was designed as a tool to enable a transition to facilities-based competition. It is now clear, as discussed below, that, in many areas, UNE-P has been a disincentive to competitive LECs' infrastructure investment. Accordingly, consistent with the D.C. Circuit's directive, we bar unbundling to the extent there is any impairment where – as here – unbundling would seriously undermine infrastructure investment and hinder the development of genuine, facilities-based competition. . . . The record demonstrates the validity of concerns that unbundled mass market switching discourages competitive LEC investment in, and reliance on, competitive switches. . . . Competitive LECs have not rebutted the evidence of commenters showing that competitive LECs in many markets have recognized that facilities-based carriers could not compete with TELRIC-based UNE-P, and therefore have made UNE-P their long-term business strategy. Indeed, some proponents of UNE-P effectively concede that it discourages infrastructure investment, at least in some cases. Some

⁷ TRRO, ¶ 199.

competitive LECs have openly admitted that they have no interest in deploying facilities. Particularly in residential markets, facilities-based competitive LECs have been unable to compete against other competitors using incumbent LECs' facilities at TELRIC-based rates, and are thus discouraged from innovating and investing in new facilities.⁸

6. **Discussion and Findings.** As noted above, the Joint CLECs have argued not only that the TRRO's change of law with respect to unbundling mass market circuit switching must be effectuated through the change of law provisions found in the parties' interconnection agreements, but also that Indiana statute and prior Commission Orders, Section 271 of the Act, and the *SBC/Ameritech Merger Order* independently require unbundling. In its Response to the Motion, SBC Indiana devotes a lengthy discussion to its refutation of each of these independent authority arguments. However, the Joint CLECs make clear in their Reply that they are not asking the Commission to resolve the issue of the applicability of these independent authorities. Instead, the Joint CLECs state that they raise these other authorities to demonstrate the sort of issues that must first be negotiated between SBC Indiana and the Joint CLECs and, if necessary, brought to dispute resolution.

The main issue we face in ruling on the Motion is whether the requirement of the FCC's TRRO prohibiting new UNE-P orders as of March 11, 2005, must be effectuated through the provisions of the parties' interconnection agreements regarding change of law, negotiation and dispute resolution, resulting in the possible and likely availability of new UNE-P orders after March 10, 2005, or if the FCC's intent is an unqualified elimination of new UNE-P orders as of March 11, 2005.

The FCC is clear in its decision to eliminate UNE-P: "Applying the court's guidance to the record before us, we impose no section 251 unbundling requirement for mass market local circuit switching nationwide."⁹ This determination in the TRRO is then incorporated in the accompanying FCC rules: "An incumbent LEC is not required to provide access to local circuit switching on an unbundled basis to requesting telecommunications carriers for the purpose of serving end-user customers using DS0 capacity loops."¹⁰

The one qualification that the FCC makes with respect to this clear directive is to allow a one year transition period for existing UNE-P customers.

Finally, we adopt a transition plan that requires competitive LECs to submit orders to convert their UNE-P customers to alternative arrangements within twelve months of the effective date of this order. This transition period shall apply only to the embedded customer base, and

⁸ *Id.* at ¶¶ 218, 220.

⁹ *Id.* at ¶ 199.

¹⁰ 47 C.F.R. § 51.319(d)(2)(i).

does not permit competitive LECs to add new customers using unbundled access to local circuit switching. During the twelve-month transition period, which does not supersede any alternative arrangements that carriers voluntarily have negotiated on a commercial basis, competitive LECs will continue to have access to UNE-P priced at TELRIC plus one dollar until the incumbent LEC successfully migrates those UNE-P customers to the competitive LECs' switches or to alternative access arrangements negotiated by the carriers.¹¹

Joint CLECs do not address the ramifications of the relief sought in their Motion vis-à-vis the stated transition directives of the TRRO. One reading of the TRRO is that the embedded base is a snapshot of those customers being served by UNE-P, and those customers for whom a request to be served by UNE-P has been made, as of March 10, 2005. If CLECs can continue adding new UNE-P customers after March 10, 2005, pending modification of their interconnection agreements pursuant to change of law provisions, how is the composition of the embedded base to be determined? We assume Joint CLECs would contend that new UNE-P customers added after March 10, 2005, would be added to the embedded base. If so, are these post-March 10th customers also subject to transitioning off of UNE-P by March 11, 2006? The Joint CLECs, however, might consider these questions premature in light of their primary assertion, as stated in the Motion: "Unless and until the Agreements are amended pursuant to the change of law process specified in the Agreements, SBC Indiana must continue to accept and provision the Joint CLECs' UNE-P orders at the specified rates."¹²

We do not find Joint CLECs' position to be the more reasonable interpretation of the TRRO. First, as stated earlier, the FCC is clear in its intent to eliminate UNE-P. It is also clear that the FCC intends to eliminate UNE-P from its existing requirement to be unbundled pursuant to section 251 of the Act. For some purposes, pursuant to sections 251/252 of the Act, interconnection agreements exist so parties can implement the unbundling requirements of the Act. If mass market circuit switching is no longer an element required to be unbundled pursuant to sections 251/252 of the Act, it can therefore no longer be required to be unbundled within the context of an interconnection agreement for the stated purposes of sections 251/252.

We also find the FCC's language of the TRRO and accompanying rules unambiguous as to the intent that access to UNE-P for new customers not be required after March 10, 2005. In its clear directive to eliminate future UNE-P, and eventually UNE-P that serves the embedded customer base, the FCC wants to ensure that existing UNE-P customers are not abruptly removed from the network. Therefore, the FCC creates a one-year transition period, the purpose of which is to allow CLECs to make alternative arrangements for these customers. We read the TRRO to say that as of March 11, 2005, ILECs are not required, pursuant to section 251 of the Act, to accept new UNE-P orders for new customers. In addition, as of March 11, 2006, all UNE-P customers in

¹¹ TRRO, § 199.

¹² Motion, p. 10.

existence and all customer orders pending for such service as of March 10, 2005, must be transitioned off of UNE-P. Of course, ILECs and CLECs are free to negotiate the continued provisioning of UNE-P-like service.

As noted above, the TRRO creates the transition period by stating: "Finally, we adopt a transition plan that requires competitive LECs to submit orders to convert their UNE-P customers to alternative arrangements within twelve months of the effective date of this order."¹³ The effective date of the TRRO is March 11, 2005. The FCC then goes on to state: "This transition period shall apply only to the embedded customer base, and does not permit competitive LECs to add new customers using unbundled access to local circuit switching."¹⁴ We interpret the TRRO to say that the establishment of a one-year transition period is solely for the purpose of allowing an orderly movement of a CLEC's embedded customer base off of UNE-P, and even though UNE-P can continue to exist during this one-year transition period with respect to an embedded customer base, CLECs are not permitted to add new UNE-P customers during the transition period. We find the more reasonable interpretation of the language of the TRRO is the intent to not allow the addition of new UNE-P customers after March 10, 2005.

Clearly, too, the TRRO requires ILECs and CLECs to negotiate their interconnection agreements consistent with the findings in the TRRO:

We expect that incumbent LECs and competing carriers will implement the Commission's findings as directed by section 252 of the Act. Thus, carriers must implement changes to their interconnection agreements consistent with our conclusions in this Order. We note that the failure of an incumbent LEC or a competitive LEC to negotiate in good faith under section 251(c)(1) of the Act and our implementing rules may subject that party to enforcement action. Thus, the incumbent LEC and competitive LEC must negotiate in good faith regarding any rates, terms, and conditions necessary to implement our rule changes. We expect that parties to the negotiating process will not unreasonably delay implementation of the conclusions adopted in this Order. We encourage the state commissions to monitor this area closely to ensure that parties do not engage in unnecessary delay.¹⁵

However, we cannot reasonably conclude that the specific provision of the TRRO to eliminate UNE-P, which includes a specific date after which CLECs will not be allowed to add new customers using UNE-P, was also meant to have no applicability unless and until such time as carriers had completed the change of law processes in their interconnection agreements. To reach the conclusion proposed by the Joint CLECs would confound the FCC's clear direction provided in the TRRO, with no obvious way to

¹³ TRRO, ¶ 199.

¹⁴ *Id.*

¹⁵ *Id.* at ¶ 233.

return to the transition timetable established in the TRRO. Had the FCC remained silent on the timing and pricing for the transition of the CLEC embedded customer base, it is more plausible that the parties would need to negotiate, and this Commission possibly arbitrate, the continued availability of UNE-P for new customers. Instead, the FCC is clear that, barring mutual agreement by the parties, UNE-P will no longer be available to new customers after March 10, 2005. This clear FCC directive leaves little room for the interpretation advocated by the Joint CLECs. For these reasons, we find our conclusion herein to be consistent with our finding in the January 21, 2005 Entry in this Cause that we will look to the parties' interconnection agreements in reviewing change of law issues. The elaboration that this Entry provides is that we cannot ignore the requirements of the changed law itself. The TRRO sets forth a default arrangement for the elimination of UNE-P. Unless and until the parties mutually agree to adopt an alternative arrangement instead of the default provisions of the TRRO, we must look to the FCC's directives in the TRRO for the elimination of UNE-P for new customers.

In their Motion, Joint CLECs raised some practical concerns about the effects of their inability to obtain UNE-P after March 10, 2005. Therefore, we find it appropriate to use this Entry to provide guidance on some of the disagreements that may arise as a result of this Entry's ruling. Joint CLECs express the concern in their Motion that "... if a CLEC customer requests remote call forwarding to his or her vacation home on March 1, 2005, and then asks the CLEC on March 12, 2005 to remove the remote call forwarding so that calls revert to their usual location, the CLEC will be unable to remove the call forwarding feature from the customer's account because of SBC's rejection of the CLEC's change request."¹⁶ We disagree. We think the TRRO is clear in its intent that a CLEC's embedded base (its UNE-P customers, and those customers for which UNE-P has been requested, as of March 10, 2005) not be disrupted. We would expect an embedded base customer to be able to acquire or remove any feature associated with circuit switching during the transition period.

Joint CLECs have also expressed concern that the agreement being offered by SBC Indiana for continued service after March 10, 2005, would require the immediate imposition of rates higher than the transition pricing established in the TRRO.¹⁷ We do not find this to be an unreasonable position for SBC Indiana to take. Clearly, the intent of the one-year transition period, and its associated pricing, is to allow for a planned, orderly, and non-disruptive migration of existing UNE-P customers off of UNE-P to an alternative arrangement at an established price for the transition period. Our interpretation is that the transition period is not designed to be a period in which CLECs that negotiate an agreement to continue their service with SBC Indiana are then entitled

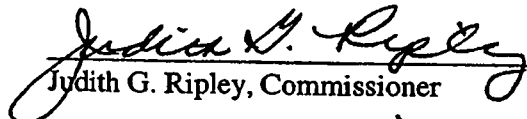
¹⁶ Motion, p. 9.


¹⁷ 47 C.F.R. § 51.319(d)(2)(iii) provides the following pricing requirements for UNE-P during the transition period: "The price for unbundled local circuit switching in combination with unbundled DS0 capacity loops and shared transport obtained pursuant to this paragraph shall be the higher of: (A) the rate at which the requesting carrier obtained that combination of network elements on June 15, 2004 plus one dollar, or (B) the rate the state public utility commission establishes, if any, between June 16, 2004, and the effective date of the Triennial Review Remand Order, for that combination of network elements, plus one dollar. Requesting carriers may not obtain new local switching as an unbundled network element."

to continue with the same transition pricing. Once a CLEC agrees to continue its existing service arrangement, the issue of transitioning and the associated reasons for transition pricing cease.

It is our finding, therefore, that SBC Indiana, pursuant to the clear FCC directives in the TRRO, is not required to accept UNE-P orders for new customers after March 10, 2005. As to the Motion's request that we order SBC Indiana to comply with the change of law provisions of the interconnection agreements in implementing the TRRO, we do not make such an order, but nonetheless express our expectation that both SBC Indiana and all affected CLECs will make changes to their interconnection agreements consistent with the requirements of the TRRO. Accordingly, the Motion is denied.

IT IS SO ORDERED.


Judith G. Ripley, Commissioner


William G. Divine, Administrative Law Judge

3-9-05
Date

**MISSISSIPPI
PUBLIC SERVICE COMMISSION
JACKSON, MISSISSIPPI**

March 09, 2005

2005-AD-139

MISSISSIPPI PUBLIC SERVICE COMMISSION

IN RE:
ORDER ESTABLISHING GENERIC DOCKET TO CONSIDER
CHANGE-OF-LAW TO EXISTING INTERCONNECTION
AGREEMENTS.

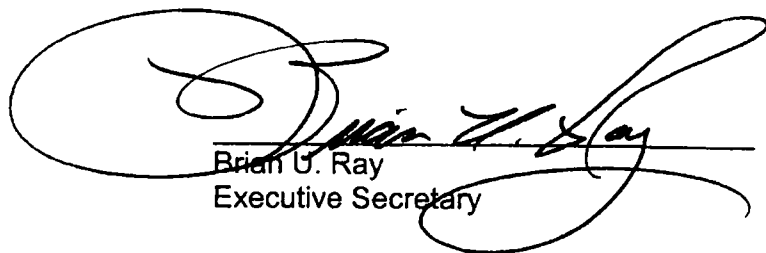
NOTICE

Notice is hereby given that on the 9th day of March, 2005, the Mississippi Public Service, on its own motion, established the above referenced matter.

Any person desiring to participate in or receive further notice of these proceedings is required under Rule 6J of the Commission's Public Utility Rules of Practice and Procedure to file a written petition to intervene on or before twenty (20) days from the date of this notice.

This cause is returnable to the next regular meeting of the Commission to be held at 10:00 A.M., Tuesday, April 5, 2005, at the Mississippi Public Service Commission, 1st Floor, Woolfolk State Office Building, Jackson, Mississippi. This cause may be subject to being set for disposition on a hearing date not less than twenty (20) days from the date of publication of this Notice. If protest, answer or other appropriate pleading is on file in response to this matter, the Commission will consider same on said hearing date.

WITNESS MY HAND AND THE OFFICIAL SEAL of the Mississippi Public Service Commission, on this, the 9th day of March, 2005.



Brian U. Ray
Executive Secretary

**BEFORE THE PUBLIC SERVICE COMMISSION
OF
THE STATE OF MISSISSIPPI**

| | | |
|---|---|--------------------------------------|
| IN RE: |) | DOCKET NO. <u>2005-AD-139</u> |
| |) | |
| Order Establishing Generic Docket to |) | |
| Consider Change-of-Law To Existing |) | |
| Interconnection Agreements |) | |

ORDER ESTABLISHING GENERIC DOCKET

COMES NOW, the Mississippi Public Service Commission ("Commission"), *sua sponte*, and directs the Executive Secretary to issue a notice to BellSouth Telecommunications, Inc. (BellSouth) and to all Competitive Local Exchange Carriers (CLECs) certificated by the Commission that the Commission hereby institutes a generic proceeding to address changes that may be required to existing approved interconnection agreements (ICAs) between BellSouth and various certificated CLECs as a result of decisions issued by the FCC and the reviewing court. These decisions include the FCC's *Triennial Review Order* (TRO) issued August of 2003; the *United States Court of Appeals for the District of Columbia Circuit Decision* (USTA II) issued March 2, 2004; the *FCC's Order Establishing Interim Rules* (Interim Rules) issued August 20, 2004, and the FCC's *Triennial Review Remand Order* (TRRO) recently issued on February 4, 2005.

The Commission takes note of the fact that on October 29, 2004, in Docket No. 2004-AD-0724, BellSouth filed a Petition to Establish Generic Docket. In that filing BellSouth requests the Commission to "institute a generic proceeding to consider what changes recent decisions from the FCC and DC Circuit require in existing approved interconnection agreements." The Commission did not establish the generic docket at that time because the TRRO had not been issued.

On March 1, 2005, a Joint Petition for Emergency Relief (Joint Petition) was filed by certain CLECs in Docket No. 2005-AD-138 seeking emergency declaratory relief. The Joint Petition is incorporated herein by reference. The Joint Petition was prompted by BellSouth's February 11, 2005, and February 25, 2005, Carrier Notification letters, stating, *inter alia*, that certain provisions of the FCC's

TRRO regarding new orders for certain elements are “self-effectuating” as of March 11, 2005, and that CLECs would not be able to order “new adds” for the “self-effectuating” elements. The letters indicated that BellSouth plans to unilaterally refuse to provide certain elements and to change certain pricing as of March 11, 2005, the effective date of the TRRO.¹ It appears from the letters and the Joint Petition that BellSouth’s position is that the TRRO supersedes certain provisions of existing ICAs, and in particular, the “change-of-law” provisions in each ICA.

A standard “change-of-law” provision² is included in each ICA that the Commission has approved. This provision states, that in the event of a “change-of-law” – which the TRRO obviously is – the parties will negotiate revisions to the ICAs. If the parties cannot agree, the issues will then be presented to this Commission for a resolution. The applicable standard contractual language is as follows:

In the event that any effective legislative, regulatory, judicial or other legal action materially affects any material terms of this Agreement, or the ability of <<customer_short_name>> or BellSouth to perform any material terms of this Agreement, <<customer_short_name>> or BellSouth may, on thirty (30) days’ written notice, require that such terms be renegotiated, and the Parties shall renegotiate in good faith such mutually acceptable new terms as may be required. In the event that such new terms are not renegotiated within forty-five (45) days after such notice, and either Party elects to pursue resolution of such amendment, such Party shall pursue the Dispute Resolution procedure set forth in this Agreement

...if any dispute arises as to the interpretation of any provision of this Agreement or as to the proper implementation of this Agreement, the aggrieved party shall petition the Commission for a resolution of the dispute...Furthermore, the Parties agree to carry on their respective obligations under this Agreement, while any dispute resolution is pending

The preceding discussion requires the Commission to establish an orderly proceeding where any needed revisions to the ICAs can be accomplished. The Commission has determined that the most efficient means to address the issues raised is to consider the “change-of-law” issues in this docket,

¹ It should be noted that on March 7, 2005, BellSouth circulated another Carrier Notification letter advising that “BellSouth will continue to accept CLEC orders for these ‘new adds’ until the earlier of (1) an order from an appropriate body, either a commission or a court, allowing BellSouth to reject these orders, or (2) April 17, 2005.”

² The Commission finds that said Agreements contain identical or substantially similar contractual terms, with some variance of time periods to negotiate

instead of opening approximately 300 separate arbitration dockets, should the parties involved be unable to negotiate an agreement. The Commission finds that conducting individual "change-of-law" proceedings for each ICA would be impractical, unduly burdensome, duplicative, and wasteful of this Commission's limited resources and the resources of the signatories to each ICA.

The Commission finds that Mississippi consumers currently benefiting from the services CLECs offer could be negatively impacted by BellSouth's proposed course of action ("self-effectuating position"). The Commission finds that the public interest requires it to establish this docket and create an orderly process to amend existing ICAs. It should be noted, that establishing this docket does not relieve the parties of their obligation to seek resolution through the "change-of-law" or § 252 provisions requiring negotiation. Both the "change-of-law" and § 252 provisions direct that this Commission be the final arbiter in the event that negotiations fail. The Commission, in this instance, will accomplish this through the medium of this generic docket.

The Commission finds that BellSouth should be directed to continue accepting and provisioning CLECs orders, as provided for in the ICAs. Additionally, BellSouth should be directed to maintain the same pricing that is established in the ICAs.

The Commission takes official notice that BellSouth, in its filings with other state commissions on this issue, has contended it will suffer financial harm if it cannot implement what it refers to as the "self-effectuating" provisions of the TRRO. Before the other commissions, BellSouth has sought a "true-up mechanism" to protect itself from financial harm arising from potential lost revenues. Balancing the public interest, with the interests of BellSouth and the CLECs, the Commission will, at a later time, if necessary, direct that there be a true-up proceeding that will determine how rates and charges will be adjusted retroactively to March 11, 2005.

IT IS THEREFORE, ORDERED, that BellSouth, in accordance with the terms of this Order, honor all valid existing ICAs approved by this Commission until the "change-of-law" issues raised herein have been addressed by this Commission or through negotiation.

IT IS FURTHER ORDERED, that the Executive Secretary of this Commission shall immediately issue notice to BellSouth and all CLECs of this proceeding and that all certificated CLECs who desire to participate in this proceeding shall file a Notice of Intervention no later than twenty (20) days from the receipt of notice.

IT IS FURTHER ORDERED, that a Scheduling Order will be forthcoming.

IT IS FURTHER ORDERED, that BellSouth file a comprehensive "Issues Matrix" designating the issues to be addressed in this docket no later than twenty (20) days from the date of issuance. The "Issues Matrix" shall be annotated with specific legal authority (TRO, USTA II, Interim Rules and/or TRRO) supporting BellSouth's position. CLECs who intervene in this proceeding, shall respond to BellSouth's "Issues Matrix" and may also provide a proposed "Issues Matrix" no later than twenty (20) days from the filing of BellSouth's "Issues Matrix".

IT IS FURTHER ORDERED, that this Order is effective upon issuance.

SO ORDERED, this the 9th day of March, 2005.



MISSISSIPPI PUBLIC SERVICE COMMISSION

Bo Robinson
Bo Robinson, Chairman

N. L. Nielsen
Nielsen Cochran, Vice-Chairman

Michael Callahan
Michael Callahan, Commissioner

ATTEST: A True Copy

Brian U. Ray
Brian U. Ray
Executive Secretary

STATE OF MICHIGAN
BEFORE THE MICHIGAN PUBLIC SERVICE COMMISSION

* * * * *

In the matter, on the Commission's own motion, to)
consider Ameritech Michigan's compliance with)
the competitive checklist in Section 271 of the)
federal Telecommunications Act of 1996.)

Case No. U-12320

In the matter, on the Commission's own motion, to)
commence a collaborative proceeding to monitor and)
facilitate implementation of Accessible Letters issued)
by SBC Michigan and Verizon.)

Case No. U-14447

At the February 28, 2005 meeting of the Michigan Public Service Commission in Lansing,
Michigan.

PRESENT: Hon. J. Peter Lark, Chair
Hon. Robert B. Nelson, Commissioner
Hon. Laura Chappelle, Commissioner

ORDER COMMENCING A COLLABORATIVE PROCEEDING

On February 16, 2005, MCImetro Access Transmission Services LLC (MCImetro), which is a competitive local exchange carrier (CLEC) pursuant to the federal Telecommunications Act of 1996, 47 USC 251 et seq. (FTA), filed objections to certain proposals and pronouncements made in five "Accessible Letters" dated February 10 and 11, 2005 by SBC Michigan (SBC), which is an incumbent local exchange carrier (ILEC) under the FTA. Other CLECs quickly followed suit.

On February 18, 2005, LDMI Telecommunications, Inc. (LDMI), also filed objections to the five Accessible Letters.

On February 23, 2005, Talk America Inc., filed objections to one of the five Accessible Letters.

On February 23, 2005, TelNet Worldwide, Inc., Quick Communications, Inc. d/b/a Quick Connect USA, Superior Technologies, Inc. d/b/a/ Superior Spectrum, Inc., CMC Telecom, Inc., Grid4 Communications, Inc., and Zenk Group Ltd. d/b/a Planet Access filed comments in support of the objections raised by MCImetro and LDML.

On February 23, 2005, XO Communications, Inc. (XO), filed objections to one of the five Accessible Letters.

On February 23, 2005, SBC filed its response to the objections filed by MCImetro and LDML.

Accessible Letter No. CLECAM05-037 (AL-37), which is dated February 10, 2005, states that SBC will be withdrawing its wholesale unbundled network element (UNE) tariffs "beginning as early as March 10, 2005." AL-37, p.1. Accessible Letter No. CLECALL05-017 (AL-17) and Accessible Letter No. CLECALL05-018 (AL-18), which are each dated February 11, 2005, state that SBC will not accept new, migration, or move local service requests (LSRs) for mass market unbundled local switching (ULS) and unbundled network element-platform (UNE-P) on or after March 11, 2005, notwithstanding the terms of any interconnection agreements or applicable tariffs. In AL-18, SBC additionally states that effective March 11, 2005, it will begin charging CLECs a \$1 surcharge for mass market ULS and UNE-P. Accessible Letter No. CLECALL05-019 (AL-19) and Accessible Letter No. CLECALL05-020 (AL-20), which are each dated February 11, 2005, state that as of March 11, 2005 SBC will no longer accept new, migration, or move LSRs for certain DS1 and DS3 high capacity loops, DS1 and DS3 dedicated transport, dark fiber transport, and dark fiber loops. Also, in AL-20, SBC states that beginning March 11, 2005, it will be

charging increased rates for the embedded base of DS1 and DS3 high capacity loops, DS1 and DS3 dedicated transport, dark fiber transport, and dark fiber loops.¹

The CLECs maintain that SBC has no unilateral right to change its wholesale tariffs. According to them, the Commission established a procedure in Case No. U-12320 whereby SBC must provide the CLECs with a 30-day notice of its intent to change any of its tariff provisions. The CLECs also point out that the Commission allowed a CLEC to object to SBC's proposed actions within two weeks of SBC's notice. In short, the CLECs insist that SBC may not unilaterally revise the rates, terms, and conditions under which SBC provisions wholesale telephone services. The CLECs seek a Commission order (1) establishing a proceeding to address the changes proposed by SBC, (2) prohibiting SBC from withdrawing its wholesale tariff until completion of this proceeding, (3) compelling SBC to honor its tariffs and interconnection agreements as they presently exist, (4) barring SBC from enforcing or implementing the Accessibility Letters until issuance of a final order in this proceeding, (5) directing SBC to continue to accept and provision new, migration, or move LSRs for mass market unbundled local switching (ULS) and unbundled network element-platform (UNE-P) until further order of the Commission, (6) directing SBC to continue to accept and provision new, migration, or move LSRs for certain DS1 and DS3 high capacity loops, DS1 and DS3 dedicated transport, dark fiber transport, and dark fiber loops until further order of the Commission, and directing SBC not to increase the rates it charges for UNE-P, DS1 and DS3 high capacity loops, DS1 and DS3 dedicated transport, dark fiber transport, and dark fiber loops until further order of the Commission.

¹Although not contained in the record of the Case No. U-12320 docket, which is limited to consideration of issues related to Ameritech Michigan's compliance with the competitive checklist in Section 271 of the FTA, the Commission is also aware that Verizon has issued at least two similar Accessible Letters. The arguments raised by the CLECs with regard to SBC's proposed actions apply with equal force to the actions proposed by Verizon.

SBC responds by arguing that the modifications set forth in its Accessibility Letters are fully consistent with the Federal Communications Commission's (FCC) recent February 4, 2005 order regarding unbundling obligations of ILECs² and must therefore be honored by the CLECs and the Commission. According to SBC, the CLECs' objections are directly contrary to the recent rulings of the FCC. SBC states that the FCC has established a nationwide bar on unbundling as follows:

1. An ILEC is not required to provide access to local circuit switching on an unbundled basis to requesting telecommunications carriers for the purpose of serving end-user customers using DS0 capacity loops. 47 C.F.R. § 51.319(d)(2)(i).
2. Requesting carriers may not obtain new local switching as an UNE. *Id.* § 51.319(d)(2)(iii).
3. ILECs have no obligation to provide CLECs with unbundled access to mass market local circuit switching. *TRO Remand Order* ¶ 5.
4. The FCC's transition plan does not permit CLECs to add new switching UNEs. *Id.*
5. The FCC did not impose a Section 251 unbundling requirement for mass market local circuit switching nationwide. *Id.* ¶ 199.
6. The FCC found that the disincentives to investment posed by the availability of unbundled switching, in combination with unbundled loops and shared transport, justify a nationwide bar on such unbundling. *Id.* ¶ 204.
7. The FCC found that continued availability of unbundled mass market switching would impose significant costs in the form of decreased investment incentives, and therefore determined not to unbundle that network element. *Id.* ¶ 210.
8. The FCC found that unbundling would seriously undermine infrastructure investment and hinder the development of genuine, facilities-based competition. *Id.* ¶ 218.

According to SBC, the FCC's unbundling bar applies with equal force to network elements, such as shared transport, which can only be provided in conjunction with switching. SBC also

²In the Matter of Unbundled Access to Network Elements, WC Docket No. 04-313 and Review of the Section 251 Unbundling Obligations of Incumbent Local Exchange Carriers, CC Docket No. 01-338. (*TRO Remand Order*).

asserts that the FCC reached a similar result with regard to signaling (§ 544) and for certain databases used in routing calls (§ 551). Therefore, SBC maintains that, given the FCC's bar on unbundled switching, it cannot be forced to provide unbundled access to any switch-related UNEs.

SBC next argues that the Commission should reject the CLECs' efforts to link their objections to Case No. U-12320 and Section 271 of the FTA. According to SBC, the Commission has no decision making authority under Section 271. Further, SBC maintains that Section 271 focuses on "just, reasonable, and non-discriminatory" pricing rather than on total element long run incremental cost (TELRIC) pricing, which it claims will be perpetuated by adoption of the CLECs' objections. Further, SBC insists that Section 271 provides no support for continuing its required provision of UNE combinations. Finally, SBC argues that the Commission and the CLECs are powerless to ignore the FCC's holdings or otherwise delay SBC's implementation of the FCC's pricing determinations.

The Commission finds that the objections filed by the CLECs have merit. In Paragraph No. 233 of the FCC's February 4 order, the FCC stated:

We expect that incumbent LECs and competing carriers will implement the Commission's findings as directed by section 252 of the Act. *Thus, carriers must implement changes to their interconnection agreements consistent with our conclusions in this Order.* We note that the failure of an incumbent LEC or a competitive LEC to negotiate in good faith under section 251(c)(1) of the Act and our implementing rules may subject that party to enforcement action. Thus, the incumbent LEC and competitive LEC must negotiate in good faith regarding any rates, terms, and conditions necessary to implement our rule changes. We expect that parties to the negotiating process will not unreasonably delay implementation of the conclusions adopted in this Order. *We encourage the state commissions to monitor this area closely to ensure that parties do not engage in unnecessary delay.* Paragraph No. 233 (Emphasis added).

The emphasized portion of Paragraph No. 233 indicates that the FCC did not contemplate that ILECs may unilaterally dictate to CLECs the changes to their interconnection agreements necessary to implement the FCC's findings in the February 4 order. It also clearly indicates that

this Commission has an important role in the process by which ILECs and CLECs resolve their differences through good faith negotiations. Indeed, the Commission was specifically encouraged by the FCC to monitor implementation of the Accessible Letters issued by SBC and Verizon to ensure that parties do not engage in unnecessary delay. In addition, Paragraph No. 234 of the FCC's order indicates that SBC must immediately process a request for access to a dedicated transport or high capacity loop UNE and it can challenge the provision of such UNEs "through the dispute resolution procedures provided for in its interconnection agreements."

Given the urgency of the circumstances, the Commission finds that it should immediately commence a collaborative process for implementation of Accessible Letters issued by SBC Michigan and Verizon. In so doing, the Commission observes that the change of law provisions contained in the parties' interconnection agreements must be followed.

To avoid confusion, the Commission finds that a new proceeding that is devoted specifically to its monitoring and facilitating of the implementation of the Accessible Letters issued by SBC and Verizon should be commenced. Docket items 6, 7, 8, 9, 10, 11, 12, and 13 that currently appear in Case No. U-12320 should be placed into the docket file for Case No. U-14447. All additional pleadings related to implementation of Accessible Letters issued by SBC and Verizon should also be placed solely in the docket for Case No. U-14447.

The Commission intends that the collaborative proceeding should be limited in scope and duration. The Commission has selected the Director of its Telecommunications Division, Orjiakor Isiogu, to oversee all collaborative efforts. The Commission also directs that the collaborative process be conducted in a manner that will bring it to a successful end in no more than 45 days.

During the time that the collaborative process is ongoing, the Commission directs that SBC and Verizon may bill the CLECs at the rate effective March 11, 2005, however, the ILECs may

not take any collection actions against the CLECs for the portion of the bill caused by the increase on March 11, 2005. To ensure that there will be no undue benefit to the CLECs or harm to the ILECs due to the delay associated with the collaborative process, the Commission will also direct that there will be a true-up proceeding at the end of the collaborative process that will determine how rates and charges will be adjusted retroactively to March 11, 2005.³

The Commission has selected Case No. U-14447 for participation in its Electronic Filings Program. The Commission recognizes that all filers may not have the computer equipment or access to the Internet necessary to submit documents electronically. Therefore, filers may submit documents in the traditional paper format and mail them to the: Executive Secretary, Michigan Public Service Commission, 6545 Mercantile Way, P.O. Box 30221, Lansing, Michigan 48909. Otherwise, all documents filed in this case must be submitted in both paper and electronic versions. An original and four paper copies and an electronic copy in the portable document format (PDF) should be filed with the Commission. Requirements and instructions for filing electronic documents can be found in the Electronic Filings Users Manual at: <http://efile.mpsc.cis.state.mi.us/efile/usersmanual.pdf>. The application for account and letter of assurance are located at <http://efile.mpsc.cis.state.mi.us/efile/help>. You may contact the Commission Staff at (517) 241-6170 or by e-mail at mpscefilecases@michigan.gov with questions and to obtain access privileges prior to filing.

The Commission FINDS that:

- a. Jurisdiction is pursuant to 1991 PA 179, as amended, MCL 484.2101 et seq.; the Communications Act of 1934, as amended by the Telecommunications Act of 1996, 47 USC 151

³See, Paragraph 228 and footnote 630 of the FCC's February 4, 2005 order.

et seq.; 1969 PA 306, as amended, MCL 24.201 et seq.; and the Commission's Rules of Practice and Procedure, as amended, 1999 AC, R 460.17101 et seq.

b. A collaborative process should be commenced in Case No. U-14447 for monitoring and facilitating the implementation of the Accessible Letters issued by SBC and Verizon.

c. Pending completion of the collaborative process, SBC and Verizon may bill the CLECs at the rate effective March 11, 2005, however, SBC and Verizon may not take any collection actions against the CLECs for the portion of the bill caused by the increase on March 11, 2005.

d. Following completion of the collaborative process, a true-up proceeding should be conducted to adjust rates and charges retroactively to March 11, 2005.

THEREFORE, IT IS ORDERED that:

A. A collaborative process is commenced in Case No. U-14447 for monitoring and facilitating the implementation of the Accessible Letters issued by SBC Michigan and Verizon.

B. Pending completion of the collaborative process and further order of the Commission, SBC Michigan and Verizon shall refrain from collecting any billed rate arising from implementation of any of the changes described in their Accessible Letters.

The Commission reserves jurisdiction and may issue further orders as necessary.

MICHIGAN PUBLIC SERVICE COMMISSION

/s/ J. Peter Lark
Chair

(S E A L)

/s/ Robert B. Nelson
Commissioner

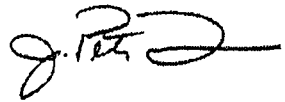
/s/ Laura Chappelle
Commissioner

By its action of February 28, 2005.

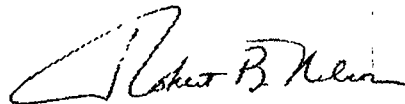
/s/ Mary Jo Kunkle
Its Executive Secretary

The Commission reserves jurisdiction and may issue further orders as necessary.

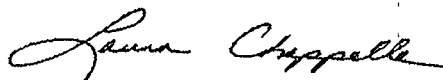
MICHIGAN PUBLIC SERVICE COMMISSION



Chair

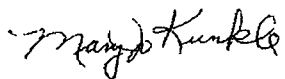


Commissioner



Commissioner

By its action of February 28, 2005.



Its Executive Secretary

August 13, 2004

Scott Kunze
BellSouth Account Manager
Interconnection Sales
Via email

Dear Scott:

I have reviewed your letter of July 21, 2004; your response is unacceptable. Contrary to your assertions, the conversion of the special access circuits of XO affiliates¹ to unbundled network element (UNE) pricing should be primarily a billing change only, with no physical change to the circuits.

In your letter, you take two single spaced pages attempting to avoid one simple fact: BellSouth should not, and, indeed, cannot charge for physical disconnect and new installation orders for the billing conversion of special access to UNE, nor should XO be required to pay additional project management fees to BellSouth for processing those "phantom" orders. Amazingly, your proposal that, for an additional project management fee, BellSouth could "coordinate these orders so that the "D" [disconnect] order is not physically worked" clearly indicates that the physical disconnection and re-installation of the circuit are not required.

The FCC has made clear that the special access to UNE conversion is largely a billing function for which conversion fees are inappropriate, and that such billing changes should be processed within one billing cycle of the request. *Review of the Section 251 Unbundling Obligations of Incumbent Local Exchange Carriers*, CC Docket Nos. 01-338 et al, FCC 03-36, 18 FCC Rcd 16978 (Aug. 21, 2003) ("TRO"), par. 586 - 589.

BellSouth attributed its delay in complying with the TRO's requirements to the absence of a TRO amendment. BellSouth is wrong². The TRO was clear: the TRO's rules

¹ "XO" refers to all XO state affiliates doing business with BellSouth, including the newly acquired Allegiance entities.

² Moreover, BellSouth has not, contrary to the assertions in your letter, presented XO with an amendment that is TRO compliant; quite the contrary. If BellSouth truly "stands ready to amend the parties" Interconnection Agreements to be compliant with existing laws and orders," as you claim, then start with complying with the TRO's conversion requirements.

regarding special access to UNE conversions are self-effectuating. In fact, the TRO clearly required that, to the extent pending requests at the time of the TRO were not converted, XO is entitled to the appropriate pricing as of the date of the order. Your letter is a clear admission that BellSouth has refused to comply with the TRO's conversion requirements. ✓

With regard to the Global Crossing conversion project, XO understands that BellSouth's price for project management of the physical conversion of Global Crossing special access circuits to XO special access circuits is \$135.00 per circuit. XO reserves the right to review the charges applicable to the special access conversion from one carrier to the other.³ XO strenuously objects, however, to your attempt to characterize the conversion of the resulting XO special access circuits to UNE pricing as being in any way related to that project. The conversion of XO special access circuits to UNE pricing should not be subject to any "new business" request requirements; such conversion is required by the FCC rules to ensure access to the UNE pricing set forth in the parties' interconnection agreements.

If, in order to complete this project, XO is forced to process "D" and "N" orders to effectuate this billing conversion or to pay BellSouth additional fees to manage those orders to ensure its customers' services are not affected, XO will do so under protest, and will dispute any charges associated with those orders that exceeds a just and reasonable billing change charge. Moreover, XO reserves its right to bring appropriate action against BellSouth for its refusal to provide access to these conversions in a manner compliant with state and federal law as well the parties' interconnection agreements,⁴ and will seek all appropriate relief, including retroactive billing adjustments and punitive damages for anticompetitive conduct. To that end, please accept this letter as official notice of dispute under the terms of the notice section of the parties' interconnection agreements.⁵

³ As you know, the conversion in this instance does not require all of the work processes normally associated with a new install, which is the basis for XO's original request that the conversion from Global Crossing directly to XO UNE be given a reduced price. BellSouth originally agreed, then withdrew its offer. In reserving its right to seek resolution of this dispute, as set forth below, XO also reserves the right to request that the reviewing commission require BellSouth to provide the originally requested conversion at a cost-based rate.

⁴ See "Resolution of Disputes," XO TN ICA General Terms and Conditions, Part A, section 10, GA and FL, section 12; Allegiance GA section 11, FL section 16.

⁵ See e.g. "Notices," XO TN ICA General Terms and Conditions, Part A, section 19, GA and FL, section 22; Allegiance GA section 19, FL ICA adoption papers section 11.

Please advise immediately whether BellSouth will provide these billing conversions, and at what rate. Also, please indicate whether BellSouth would consider honoring its original agreement to provide the conversions from Global Crossing special access directly to XO UNE circuits. Finally, please advise whether you are the appropriate contact now for discussions regarding past/pending special access to UNE conversion requests and billing adjustments owed to XO by BellSouth; if not, please give me the appropriate current contact.

Sincerely,

Dana Shaffer
Vice President, Regulatory Counsel

Cc: Jerry Hendrix, BellSouth, via email
BellSouth CLEC Account Team/Local Contract Manager, via certified mail
BellSouth ICS Attorney/General Attorney - COU, via certified mail
Dorothy Farmer, BellSouth, via email
Gegi Leeget, XO, via email
Alaine Miller, XO, via email
Doug Kinkoph, XO, via email

CERTIFICATE OF SERVICE

I hereby certify that on March 10, 2005, a copy of the foregoing document was served on the following, via the method indicated:

- ☐ Hand
- ☐ Mail
- ☐ Facsimile
- ☐ Overnight
- ☒ Electronic

Henry Walker, Esquire
Boult, Cummings, et al.
1600 Division Street, #700
Nashville, TN 37219-8062
hwalker@boultcummings.com

- ☐ Hand
- ☐ Mail
- ☐ Facsimile
- ☐ Overnight
- ☒ Electronic

James Murphy, Esquire
Boult, Cummings, et al.
1600 Division Street, #700
Nashville, TN 37219-8062
jmurphy@boultcummings.com

- ☐ Hand
- ☐ Mail
- ☐ Facsimile
- ☐ Overnight
- ☒ Electronic

Ed Phillips, Esq
United Telephone - Southeast
14111 Capitol Blvd.
Wake Forest, NC 27587
Edward.phillips@mail.sprint.us

- ☐ Hand
- ☐ Mail
- ☐ Facsimile
- ☐ Overnight
- ☒ Electronic

H. LaDon Baltimore, Esquire
Farrar & Bates
211 Seventh Ave. N, # 320
Nashville, TN 37219-1823
don.baltimore@farrar-bates.com

- ☐ Hand
- ☐ Mail
- ☐ Facsimile
- ☐ Overnight
- ☒ Electronic

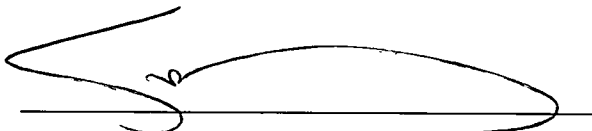
John J. Heitmann
Kelley Drye & Warren
1900 19th St., NW, #500
Washington, DC 20036
jheitmann@kelleydrye.com

- ☐ Hand
- ☐ Mail
- ☐ Facsimile
- ☐ Overnight
- ☒ Electronic

Charles B. Welch, Esquire
Farris, Mathews, et al.
618 Church St., #300
Nashville, TN 37219
cwelch@farrismathews.com

- ☐ Hand
- ☐ Mail
- ☐ Facsimile
- ☐ Overnight
- ☒ Electronic

Dana Shaffer, Esquire
XO Communications, Inc.
105 Malloy Street, #100
Nashville, TN 37201
dshaffer@xo.com

A handwritten signature in black ink, appearing to be 'S. J. Heitmann', written over a horizontal line.